






GOVT PUBNS





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PROVINCE OF ONTARIO

Treasury & Economic Dept.

# Financial Report

(ABRIDGED)



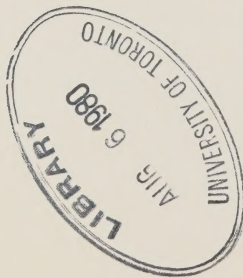
FOR YEAR ENDED  
MARCH 31st

1961



NOTE

Differences of one dollar may  
be noted as a result of rounding  
amount to the nearest dollar.



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*Financial Report 1961* (ABRIDGED)

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THE HONOURABLE JAMES N. ALLAN  
TREASURER OF ONTARIO



# *Treasurer's Foreword*

In continuation of the practice previously adopted, this financial report presents an abridged statement of the Public Accounts of Ontario for the fiscal year ended March 31st, 1961. The Public Accounts in their complete form and the Report of the Provincial Auditor will be laid before the Legislative Assembly at its next Session.

This Report has been prepared so that the main financial statements may be available at an earlier date. The contents should be found useful by financial institutions and others who require up-to-date information on the finances of the Province.

The Treasury Department will be pleased to answer any questions that may arise from a study of the statements that appear in this Report.

James Allan.

Treasurer of Ontario.

Toronto, October 1961.

AS AT MARCH 31, 1961

## ASSETS

## CAPITAL

	March 31, 1961	March 31, 1960
Cash on Hand and in Banks .....	\$ 4,002,692	\$ 65,043,358
Temporary Investments .....	46,165,000	39,950,000
	50,167,692	104,993,358
Loans and Advances—		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds .....	344,620,000	349,020,000
Advances—unsecured .....	14,869,641	30,313,623
Ontario Northland Transportation Commission .....	30,207,935	30,207,935
Housing Corporation Limited—Investments .....	3,165,983	3,802,332
The Ontario Junior Farmer Establishment Loan Corporation—		
Investments .....	24,099,992	23,812,676
The Ontario Municipal Improvement Corporation—Investments ..	57,654,273	54,461,430
The Housing Development Act—Advances .....	14,360,524	13,764,666
The Ontario Telephone Development Corporation—Advances .....		722,525
Ontario Water Resources Commission—Advances .....	37,535,863	23,528,122
Provincial Student-Aid Loans .....	2,668,700	1,442,374
Municipalities, etc. ....	23,464,163	12,969,326
The Agricultural Development Finance Act—Investments .....	72,697	78,497
	552,719,771	544,123,506
Revenue-Producing and Realizable Assets .....	602,887,463	649,116,864
Government of Canada (Note 1) .....	4,271,015	4,271,015
Highways, Buildings, etc. (Note 2) .....	1,929,234,331	1,748,308,698
The Liquor Control Board of Ontario—Investment .....	19,007,771	19,424,602
Other Loans and Advances .....	677,193	619,617
Discount, Exchange and Premium on Debentures		
(less amount amortized) .....	13,203,156	13,009,048
Other Capital Assets .....	1,962,122,451	1,781,361,965
Total Capital Assets .....	2,569,280,929	2,434,749,844

## INCOME

Accounts Receivable (less Reserve) .....	15,902,974	13,914,875
Accrued Interest on bonds securing Advances to The Hydro-Electric		
Power Commission of Ontario .....	2,941,000	2,951,907
Interest Receivable (Due and accrued—less Reserve) on Investments		
—The Agricultural Development Finance Act .....	246,000	553,000
Equipment, Stores and Materials (less Reserve) .....	10,833,645	10,247,442
Total Income Assets .....	29,923,619	27,667,224
	\$2,599,204,548	\$2,462,417,068

Approved on behalf of the Treasury Department:  
H. E. BROWN, F.C.A., Deputy Provincial Treasurer.  
W. C. BROWNING, C.A., Comptroller of Accounts.

COMPARATIVE FIGURES FOR 1960

## LIABILITIES

### CAPITAL

March 31, 1961

March 31, 1960

#### Funded Debt—

Stock and Debentures .....	\$1,630,681,000	\$1,590,984,500
Less—Sinking Funds (Note 3) .....	206,666,184	198,303,702

	1,424,014,816	1,392,680,798
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	900,000	900,000
--	---------	---------

Bonds assumed by the Province (Note 4) .....		
--	--	--

	1,424,914,816	1,393,580,798
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#### Unfunded Debt—

Demand Deposits with Province of Ontario Savings Office.....	75,494,603	73,852,375
--	------------	------------

Special Funds (Note 5) .....	129,647,087	110,969,490
------------------------------	-------------	-------------

Housing Corporation Limited—Liabilities .....	2,342,064	2,937,174
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The Ontario Junior Farmer Establishment Loan Corporation—		
---	--	--

Liabilities .....	20,328,899	20,942,146
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The Ontario Municipal Improvement Corporation—Liabilities .....	42,776,814	40,389,640
---	------------	------------

	270,589,467	249,090,825
--	-------------	-------------

Total Capital Liabilities .....	1,695,504,283	1,642,671,623
---------------------------------	---------------	---------------

### INCOME

Accounts Payable .....	3,426,300	2,080,920
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Accrued Interest on Funded Debt .....	18,813,485	17,496,305
---------------------------------------	------------	------------

Total Income Liabilities .....	22,239,785	19,577,225
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Total Liabilities .....	1,717,744,068	1,662,248,848
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### RESERVES

	6,624,459	6,290,449
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### SURPLUS

	874,836,021	793,877,771
--	-------------	-------------

	\$2,599,204,548	\$2,462,417,068
--	-----------------	-----------------

#### Contingent Liabilities—

Bonds, etc., Guaranteed by the Province (Note 6) .....	\$1,545,482,996	\$1,465,042,589
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# Surplus Account

FOR FISCAL YEAR ENDED MARCH 31, 1961

Balance at credit March 31, 1960..... \$793,877,771

## ADD:

Surplus on Ordinary Account..... \$ 391,027

Provision for Sinking Funds charged to Ordinary Expenditure..... 33,822,000

## Setting up as Capital Assets:

Capital Disbursements financed out of Ordinary  
Revenue..... \$69,000,000

Portion of Expenditures in year ended March 31,  
1961, on:

Provincial Parks..... 502,483

The Ontario-St. Lawrence Development  
Commission..... 1,277,948

70,780,431

Sundry..... 340

104,993,798

898,871,569

## LESS:

Capital Disbursements in year ended October 31, 1931,  
written off:

Highways and Roads..... 18,938,589

Rural Power Transmission Lines..... 1,414,299

20,352,888

Accounts written off as uncollectable (Section 22, The  
Financial Administration Act):

The Co-operative Loans Act..... 1,500

Mothers' Allowances—Municipalities..... 1,530

3,030

Repayment to Government of Canada under Tax Rental Agreement,  
1952-56..... 3,062,745

23,418,663

875,452,906

## LESS:

Net adjustment to certain Accounts at March 31, 1961 (Note 7).....

616,885

Balance at credit March 31, 1961, carried to Balance Sheet..... \$874,836,021

# Surplus on Ordinary Account

FOR FISCAL YEAR ENDED MARCH 31, 1961  
(with comparative figures for 1960)

	Year ended March 31, 1961	Year ended March 31, 1960
NET ORDINARY REVENUE.....	\$739,391,410	\$702,469,593
	-----	-----
Less—		
Net Ordinary Expenditure (before items below).....	636,178,383	604,551,902
Provision for Sinking Funds.....	33,822,000	31,054,000
Capital Disbursements financed out of Ordinary Revenue.....	69,000,000	66,000,000
	-----	-----
NET ORDINARY EXPENDITURE.....	739,000,383	701,605,902
	-----	-----
Balance carried to SURPLUS ACCOUNT.....	\$ 391,027	\$ 863,691
	=====	=====

## NET RECEIPTS

	Year ended March 31, 1961	Year ended March 31, 1960
Net Ordinary Revenue (see Page 10) . . . . .	\$ 739,391,410	\$ 702,469,593
Net Capital Receipts (see Page 12) . . . . .	110,892,918	117,004,272
Public Debt:		
Stock and Debentures . . . . .	83,075,000	120,757,500
Province of Ontario Savings Office—Net increase in deposits with the Treasurer of Ontario . . . . .	1,059,849	
Proceeds from Sinking Fund Investments . . . . .	21,887,500	17,112,000
Proceeds from Temporary Investments . . . . .	429,259,000	368,107,796
	535,281,349	505,977,296
Total Net Receipts . . . . .	1,385,565,677	1,325,451,161
Add—		
Cash in Banks at April 1st . . . . .	63,875,140	96,686,893
Uninvested Sinking Funds at April 1st . . . . .	28,541,702	37,962,500
	\$1,477,982,519	\$1,460,100,554



# Revenue Fund

MARCH 31, 1961

(1960)

## NET DISBURSEMENTS

	Year ended March 31, 1961	Year ended March 31, 1960
Net Ordinary Expenditure (see Page 11) .....	\$739,000,383	\$701,605,902
Net Capital Disbursements (see Page 13) .....	197,163,678	217,819,071
Public Debt:		
Stock and Debentures .....	45,303,500	60,417,000
Province of Ontario Savings Office—Net decrease in deposits with Treasurer of Ontario .....		7,322,130
Investments purchased for Sinking Funds .....	14,873,500	16,234,500
Temporary Investments .....	435,474,000	364,285,109
	495,651,000	448,258,739
Total Net Disbursements .....	1,431,815,061	1,367,683,712
Add—		
Cash in Banks at March 31st (Note 8) .....	2,249,274	63,875,140
Uninvested Sinking Funds at March 31st .....	43,918,184	28,541,702
	\$1,477,982,519	\$1,460,100,554

# *Net Ordinary Revenue a*

FOR FISCAL

(with cor

DEPARTMENT	Year ended March 31, 1961	Year ended March 31, 1960
Agriculture.....	\$ 1,862,483	\$ 1,541,426
Attorney General.....	6,807,339	6,337,023
Commerce and Development.....	93,698	749
Economics.....	1,877	1,115
Education.....	3,105,510	2,084,147
Energy Resources.....	83,406	252,826
Health.....	1,436,701	1,483,031
Highways.....	1,457,041	1,386,634
Insurance.....	680,497	532,286
Labour.....	1,103,473	981,429
Lands and Forests.....	20,811,711	18,627,418
Mines.....	18,328,814	14,213,349
Municipal Affairs.....	331,060	349,081
Prime Minister.....	39	38
Provincial Secretary and Citizenship.....	2,491,878	2,313,234
Public Welfare.....	4,156	119,526
Public Works.....	377,531	347,330
Reform Institutions.....	706,622	675,726
Transport.....	67,732,520	66,032,623
Travel and Publicity.....	296,627	296,521
Treasury.....	611,676,254	584,625,100
Queen's Printer—Stationery Account (net).....	2,173	268,981
	<hr/>	<hr/>
	\$739,391,410	\$702,469,593
	<hr/>	<hr/>

# Net Ordinary Expenditure

TO MARCH 31, 1961

for 1960)

DEPARTMENT	Year ended March 31, 1961	Year ended March 31, 1960
Agriculture.....	\$ 15,473,381	\$ 14,951,242
Attorney General.....	21,034,953	22,424,112
Commerce and Development.....	4,497,604	5,555,330
Economics.....	396,199	316,069
Education.....	226,510,583	203,859,896
Energy Resources.....	640,839	497,662
Health.....	88,960,472	83,626,383
Highways.....	71,563,798	88,193,762
Insurance.....	423,274	383,599
Labour.....	3,042,893	2,798,048
Lands and Forests.....	23,229,039	23,029,901
Lieutenant Governor.....	27,476	40,180
Mines.....	1,583,030	1,500,896
Municipal Affairs.....	36,855,954	30,787,496
Prime Minister.....	178,694	160,248
Provincial Auditor.....	435,965	402,069
Provincial Secretary and Citizenship.....	3,364,539	3,641,142
Public Welfare.....	51,018,830	44,623,954
Public Works.....	10,803,114	11,038,233
Reform Institutions.....	12,623,996	11,890,573
Transport.....	4,504,749	4,055,471
Travel and Publicity.....	1,881,841	2,027,102
Treasury.....	12,716,640	11,592,512
	<hr/> 591,767,863	<hr/> 567,395,880
Public Debt—Interest, etc.....	44,410,520	37,156,022
	<hr/> 636,178,383	<hr/> 604,551,902
Public Debt—Provision for Sinking Funds.....	33,822,000	31,054,000
	<hr/> 670,000,383	<hr/> 635,605,902
Capital Disbursements financed out of Ordinary Revenue.....	69,000,000	66,000,000
	<hr/> \$739,000,383	<hr/> \$701,605,902



# Net Capital Receipts

FOR FISCAL YEAR ENDED MARCH 31, 1961

(with comparative figures for 1960)

	Year ended March 31, 1961	Year ended March 31, 1960
<b>Disposal of Assets—Sales, etc.</b>		
Highways and Roads.....	\$ 234,988	\$ 200,323
Land and Buildings.....	1,832,745	2,062,050
General Works and Improvements.....	160,894	134,904
Other .....	55,517	17,742
	<hr/> \$ 2,284,144	<hr/> \$ 2,415,019
<b>Loans and Advances—Repayments</b>		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds.....	4,400,000	4,311,000
Advances—unsecured.....	15,443,982	14,753,702
Dominion-Provincial Housing.....	1,593,417	1,578,677
The Ontario Municipal Improvement Corporation.....	3,788,640	2,616,360
The Ontario Junior Farmer Establishment Loan Corporation.....	2,875,000	.....
Other.....	3,530,793	1,658,870
	<hr/> 31,631,832	<hr/> 24,918,609
<b>Special Funds—Deposits</b>		
Vacation-with-Pay Stamps—Sales.....	10,247,604	10,733,606
Public Service Superannuation Fund.....	23,816,808	21,727,618
Unsatisfied Judgment Fund.....	4,426,950	4,370,190
Other.....	2,891,979	5,021,018
	<hr/> 41,383,341	<hr/> 41,852,432
<b>Deferred Assets, etc.</b>		
Highway Construction Account.....	.....	15,000,000
Provision for Sinking Funds.....	33,822,000	31,054,000
Other.....	1,771,601	1,764,212
	<hr/> 35,593,601	<hr/> 47,818,212
	<hr/> \$110,892,918	<hr/> \$117,004,272

# Net Capital Disbursements

FOR FISCAL YEAR ENDED MARCH 31, 1961

(with comparative figures for 1960)

	Year ended March 31, 1961	Year ended March 31, 1960	
<b>Highways, Buildings, etc.</b>			
Highways and Roads.....	\$168,078,538	\$137,734,952	
Land and Buildings.....	31,216,335	40,034,731	
General Works and Improvements.....	1,772,306	2,641,939	
Rural Power Transmission Lines.....	511,076	1,324,254	
	<u>201,578,255</u>	<u>181,735,876</u>	
Less: Financed out of Ordinary Revenue	69,000,000	66,000,000	
	<u>\$132,578,255</u>	<u>\$115,735,876</u>	
<b>Loans and Advances</b>			
Dominion-Provincial Housing.....	2,189,275	2,465,742	
The Ontario Municipal Improvement Corporation.....	3,950,000	8,095,000	
Ontario Water Resources Commission..	14,007,741	12,668,825	
The Ontario Junior Farmer Establishment Loan Corporation.....	4,050,000	.....	
The Sault Ste. Marie Bridge Act, 1960..	8,993,432	.....	
Other.....	5,591,492	6,767,592	
	<u>38,781,940</u>	<u>29,997,159</u>	
<b>Special Funds—Repayments</b>			
Vacation-with-Pay Stamps—Redeemed..	11,031,808	10,521,723	
Public Service Superannuation Fund....	6,013,083	5,154,880	
Unsatisfied Judgment Fund.....	2,514,010	2,497,212	
Other.....	3,146,843	1,924,083	
	<u>22,705,744</u>	<u>20,097,898</u>	
<b>Reserves</b>			
Highway Construction Account.....	.....	40,000,000	
Other.....	34,994	20,253	
	<u>34,994</u>	<u>40,020,253</u>	
<b>Surplus Account</b>			
Repayment to Government of Canada under Tax Rental Agreement, 1952-56	3,062,745	11,967,885	
	<u>\$197,163,678</u>	<u>\$217,819,071</u>	

# Source and Application of Funds

FOR FISCAL YEAR ENDED MARCH 31, 1961

(with comparative figures for 1960)

SOURCE OF FUNDS	Year ended March 31, 1961	Year ended March 31, 1960
Excess of Ordinary Revenue over Ordinary Expenditure .....	\$ 391,027	\$ 863,691
Items not Requiring an Outlay of Funds		
Provision for Sinking Funds .....	33,822,000	31,054,000
Appropriation to Highway Construction Account .....	15,000,000	15,000,000
Discount and Exchange on Debentures, written off (net) or assumed .....	1,730,892	1,757,376
	<u>35,552,892</u>	<u>47,811,376</u>
Increase in Liabilities		
Debentures Issued (net of discount and exchange) .....	83,075,000	120,757,500
Demand Deposits with Province of Ontario Savings Office (net) .....	1,642,229	15,000,000
Superannuation and Retirement Funds (net) .....	17,886,058	16,536,878
Other .....	796,914	5,217,656
	<u>103,400,201</u>	<u>142,512,034</u>
Decrease in Assets		
Cash on Hand and in Banks .....	61,040,666	33,037,012
Temporary Investments .....	3,822,687	3,822,687
Loans and Advances—Repayments .....	31,631,832	24,918,609
Disposal of Assets—Sales, etc. ....	2,284,144	2,415,019
Sinking Fund Investments Sold and Matured .....	21,887,500	17,112,000
Uninvested Sinking Funds .....	9,420,798	9,420,798
Other .....	3,160	1,138
	<u>116,847,302</u>	<u>90,727,263</u>
	<u>256,191,422</u>	<u>\$281,914,364</u>
APPLICATION OF FUNDS		
Investment in Physical Assets		
Highways and Roads .....	\$168,078,538	\$177,734,952
Land and Buildings .....	31,216,335	40,034,731
General Works and Improvements .....	1,772,306	2,641,939
Rural Power Transmission Lines .....	511,076	1,324,254
	<u>201,578,255</u>	<u>221,735,876</u>
Less: Financed out of Ordinary Revenue .....	69,000,000	66,000,000
	<u>132,578,255</u>	<u>155,735,876</u>
Increase in Other Assets		
Temporary Investments .....	6,215,000	6,215,000
Loans and Advances .....	38,781,940	29,997,159
Uninvested Sinking Funds .....	15,376,482	15,376,482
Sinking Fund Investments Purchased .....	14,873,500	16,234,500
	<u>75,246,922</u>	<u>46,231,659</u>
Decrease in Liabilities		
Debentures Retired .....	45,303,500	60,417,000
Demand Deposits with Province of Ontario Savings Office (net) .....	7,548,304	7,548,304
Other .....	13,640	13,640
	<u>45,303,500</u>	<u>67,978,944</u>
Decrease in Surplus		
Repayment to Government of Canada under Tax Rental Agreement, 1952-56 .....	3,062,745	11,967,885
	<u>3,062,745</u>	<u>11,967,885</u>
	<u>\$256,191,422</u>	<u>\$281,914,364</u>

# *Sources of Ordinary Revenue*

FOR FISCAL YEAR ENDED MARCH 31, 1961

(with comparative figures for 1960)

Government of Canada—	Year Ended March 31, 1961	Year Ended March 31, 1960
Tax Rental Agreement (Note 9) . . . . .	\$113,791,937	\$109,605,040
Annual Subsidy . . . . .	3,640,940	3,640,940
Interest—Common School Fund . . . . .	71,136	71,136
	<hr/> 117,504,013	<hr/> 113,317,116
 <b>Revenue Derived from Individuals and Corporations Receiving the Benefit of Provincial Services, Special Privileges or the use of Natural Resources and Properties, Profits from Trading, etc.</b>		
Taxation (Note 10) . . . . .	425,725,406	402,738,209
Royalties (Note 11) . . . . .	13,628,544	12,035,696
Timber, Sand and Gravel, Game and Fish.		
Licenses and Permits (Note 12) . . . . .	68,270,239	66,044,497
Motor Vehicles, Hunting and Fishing, Insurance, Loan and Trust Companies, Mines, Theatres, etc.		
Fees . . . . .	17,492,805	16,986,380
Local Registrars, Police Magistrates, Crown Attorneys, etc., Mine Recording, Companies and Brokers' Registrations, etc., Motor Vehicle Transfers, Tuition, Examinations, Liquor Authority Transfers, etc.		
Fines and Penalties . . . . .	2,232,732	2,232,422
Trading Activities . . . . .	80,600,000	76,300,000
The Liquor Control Board of Ontario—Profits, Gallonage Tax, etc.		
Public Domain . . . . .	6,674,444	6,270,643
Sales . . . . .	1,495,904	1,619,591
Produce, Live Stock, Equipment, Services, etc.		
Rent, Board, Maintenance of Patients, Perquisites, etc. . . . .	2,769,178	2,684,121
Miscellaneous . . . . .	2,998,146	2,240,918
	<hr/> \$739,391,411	<hr/> \$702,469,593



# Gross Capital Debt

AND INVESTMENT THEREOF AS AT MARCH 31, 1961

(with comparative figures for 1960)

## Funded Debt —

	1961	1960
Stock and Debentures.....	\$1,630,681,000	\$1,590,984,500
Less—Sinking Funds.....	206,666,184	198,303,702
	<u>1,424,014,816</u>	<u>1,392,680,798</u>
Bonds assumed by the Province (Note 4).....	900,000	900,000
	<u>1,424,914,816</u>	<u>1,393,580,798</u>

## Unfunded Debt —

Demand Deposits with Province of Ontario Savings Office.....	75,494,603	73,852,375
Public Service Superannuation Fund.....	108,724,467	90,920,742
Public Service Retirement Fund.....	1,156,523	1,074,190
Special Funds—Other.....	19,766,097	18,974,558
Housing Corporation Limited—Liabilities.....	2,342,064	2,937,174
The Ontario Junior Farmer Establishment Loan Corporation— Liabilities.....	20,328,899	20,942,146
The Ontario Municipal Improvement Corporation—Liabilities.....	42,776,814	40,389,640
	<u>270,589,467</u>	<u>249,090,825</u>
Gross Capital Debt.....	<u>\$1,695,504,283</u>	<u>\$1,642,671,623</u>

## Investment Thereof —

Revenue-Producing and Realizable Capital Assets—		
Cash on Hand and in Banks.....	\$ 4,002,692	\$ 65,043,358
Temporary Investments.....	46,165,000	39,950,000
The Hydro-Electric Power Commission of Ontario—Advances.....	359,489,641	379,333,623
Ontario Northland Transportation Commission—Advances.....	30,207,935	30,207,935
Housing Corporation Limited—Investments.....	3,165,983	3,802,332
The Ontario Junior Farmer Establishment Loan Corporation —Investments.....	24,099,992	23,812,676
The Ontario Municipal Improvement Corporation— Investments.....	57,654,273	54,461,430
The Ontario Telephone Development Corporation— Advances.....		722,525
Ontario Water Resources Commission—Advances.....	37,535,863	23,528,122
Provincial Student-Aid Loans.....	2,668,700	1,442,374
Loans—Farm, Municipal, etc.....	37,897,384	26,812,489
	<u>602,887,463</u>	<u>649,116,864</u>
Government of Canada.....	4,271,015	4,271,015
Other Capital Assets—		
Highways, Buildings, etc.....	1,929,234,331	1,748,308,698
The Liquor Control Board of Ontario—Investment.....	19,007,771	19,424,602
Other Loans and Advances.....	677,193	619,617
Discount, Exchange and Premium on Debentures (less amount amortized).....	13,203,156	13,009,048
	<u>1,962,122,451</u>	<u>1,781,361,965</u>
Total Capital Assets.....	<u>2,569,280,929</u>	<u>2,434,749,844</u>
LESS—Portion of above Capital Assets acquired through invest- ment of Surplus and Reserves.....	873,776,646	792,078,221
	<u>\$1,695,504,283</u>	<u>\$1,642,671,623</u>

# Gross Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1961

	1961	1960	Increase 1961 over 1960
Funded Debt .....	\$1,424,914,816	\$1,393,580,798	\$31,334,018
Unfunded Debt .....	270,589,467	249,090,825	21,498,642
GROSS CAPITAL DEBT .....	<u>1,695,504,283</u>	<u>\$1,642,671,623</u>	<u>\$52,832,660</u>

## Gross Capital Debt Increased by—

Capital Disbursements on Highways, Buildings, Public Works, etc..	\$201,578,255	
Less—Capital Receipts .....	\$ 2,284,144	
—Financed out of Ordinary Revenue .....	<u>69,000,000</u>	
	71,284,144	
	<u>130,294,111</u>	
Increase in Temporary Investments .....	6,215,000	
Increase in Investments of The Ontario Junior Farmer Establishment Loan Corporation .....	287,316	
Increase in Investments of The Ontario Municipal Improvement Corporation .....	3,192,843	
Increase in Advances under The Housing Development Act (net) ..	595,858	
Advances to Ontario Water Resources Commission .....	14,007,741	
Provincial Student-Aid Loans (net) .....	1,226,326	
Increase in Loans to Co-operatives (net) .....	44,757	
Increase in Tile Drainage Loans (net) .....	539,038	
Advance to Improvement District of Manitouwadge (net) .....	63,800	
Purchase of Bonds of Sandwich, Windsor and Amherstburg Railway Company .....	2,100,000	
Purchase of Bonds and Shares under The Sault Ste. Marie Bridge Act, 1960 (net) .....	7,913,432	
Discount on Debentures issued during year .....	1,925,000	
Repayment to Government of Canada under Tax Rental Agreement, 1952-56 .....	<u>3,062,745</u>	
		\$171,467,967

## Gross Capital Debt Decreased By—

Provision for Sinking Funds Charged to Ordinary Expenditure .....	33,822,000	
Surplus on Ordinary Account .....	<u>391,027</u>	
	34,213,027	
Decrease in Cash on Hand and in Banks .....	61,040,666	
Net Repayments on Loans and Advances—		
The Hydro-Electric Power Commission of Ontario .....	19,843,982	
The Ontario Telephone Development Corporation .....	655,000	
Miscellaneous (net) .....	<u>178,561</u>	
	20,677,543	
Decrease in Investments of Housing Corporation Limited .....	636,349	
Decrease in Sundry Assets of Province of Ontario Savings Office .....	2,820	
Discount and Exchange on Debentures, written off (net) .....	1,730,892	
Increase in Reserves (net) .....	<u>334,010</u>	
		118,635,307
Net Increase in Gross Capital Debt— .....		<u>\$52,832,660</u>

# Net Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1961

	1961	1960	Increase 1961 over 1960
Gross Capital Debt.....	\$1,695,504,283	\$1,642,671,623	\$52,832,660
Revenue-Producing and Realizable Assets.....	602,887,464	649,116,864	46,229,400
NET CAPITAL DEBT.....	<u>\$1,092,616,819</u>	<u>\$ 993,554,759</u>	<u>\$99,062,060</u>

## Net Capital Debt Increased By—

Capital Disbursements on Highways, Buildings, Public Works, etc .	\$201,578,255	
Less—Capital Receipts.....	\$ 2,284,144	
—Financed out of Ordinary Revenue.....	69,000,000	
	<u>71,284,144</u>	
	130,294,111	
The Ontario Telephone Development Corporation—Advances Transferred to Other Loans and Advances.....	67,525	
Discount on Debentures issued during year.....	1,925,000	
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	3,062,745	
	<u>\$135,349,381</u>	

## Net Capital Debt Decreased By—

Provision for Sinking Funds Charged to Ordinary Expenditure....	33,822,000	
Surplus on Ordinary Account.....	391,027	
	<u>34,213,027</u>	
Discount and Exchange on Debentures, written off (net).....	1,730,892	
Increase in Reserves (net).....	334,010	
Miscellaneous Decreases.....	9,392	
	<u>36,287,321</u>	
Net Increase in Net Capital Debt— .....		<u>\$99,062,060</u>

# Notes

## NOTE 1

This amount consists of (a) Debt Account—\$2,848,290 and (b) Common School Fund—\$1,422,725.

The Debt Account is a capitalized amount, related to the debt of the old Province of Canada, on which the Government of Canada pays the Province interest at 5% per annum.

The Common School Fund, held in trust for Ontario and Quebec jointly, was derived from the sale of Crown lands set aside for the benefit of the common schools by statutes enacted before Confederation. The Provinces receive interest on the Fund at the rate of 5% per annum, in proportion to their respective populations as determined by the latest decennial census.

## NOTE 2 HIGHWAYS, BUILDINGS, ETC. As at March 31, 1961

Highways and Roads.....	\$1,603,151,020	
Less—Capital Disbursements to October 31, 1931 written off.....	165,358,395	\$1,437,792,625
Rural Power Transmission Lines.....	113,596,959	
Less—Capital Disbursements to October 31, 1931 written off.....	6,014,243	107,582,716
Land and Buildings.....		351,282,450
General Works and Improvements.....		13,869,794
Provincial Parks.....		4,327,851
Niagara Parks Commission— Surplus at October 31, 1960.....		6,938,954
The Ontario-St. Lawrence Development Commission— Surplus at March 31, 1961.....		7,439,941
		<u>\$1,929,234,331</u>

## NOTE 3 SINKING FUNDS—INVESTMENTS As at March 31, 1961

	PAR VALUE	
Securities Issued by the Province.....	\$ 107,717,000	
Bonds Guaranteed by the Province— The Hydro-Electric Power Commission of Ontario.....	20,750,000	
Ontario Northland Transportation Commission Sandwich, Windsor and Amherstburg Railway Company (including \$1,000 assumed).....	5,000	
University of Toronto.....	81,000	
Government of Canada Bonds.....	30,400,000	
	162,748,000	
Uninvested Funds as at March 31, 1961.....	43,918,184	
	<u>\$ 206,666,184</u>	

## NOTE 4

By The Sandwich, Windsor and Amherstburg Railway Act, 1949, the Province assumed the liability for the principal of the 6% Bonds of the Railway Company due on July 1, 1961.

## NOTE 5 SPECIAL FUNDS As at March 31, 1961

Public Service Superannuation Fund.....	\$ 108,724,467
Vacation-with-Pay Stamps—Trust Account.....	6,912,731
The Unsatisfied Judgment Fund.....	7,195,172
Miscellaneous.....	6,814,717
	<u>\$ 129,647,087</u>

## NOTE 6

### CONTINGENT LIABILITIES As at March 31, 1961

Obligations of—	
The Hydro-Electric Power Commission of Ontario.....	\$1,534,884,570
Railways.....	12,448,000
University of Toronto.....	19,000,000
Ontario Food Terminal Board.....	5,000,000
Miscellaneous.....	776,496
	<u>1,572,108,996</u>
Less—Bonds in Sinking Funds (Note 3) and Promissory Note in Temporary Investments.....	26,626,000
	<u>\$1,545,482,996</u>

## NOTE 7

This item is comprised as follows:

Increase in Income Liabilities.....	\$2,662,560
Decrease in The Liquor Control Board of Ontario—Investment.....	416,831
	<u>\$3,079,391</u>
Less—	
Increase in Surplus of The Niagara Parks Commission.....	\$ 206,111
Increase in Income Assets.....	2,256,395
	<u>2,462,506</u>
Net adjustment as shown in Surplus Account.....	<u>\$ 616,885</u>

## NOTE 8

The Cash on Hand and in Banks shown on the Balance Sheet exceeds this figure by the amount of Province of Ontario Savings Office Cash on Hand and in Banks.

## NOTE 9

On April 16, 1957, the Province signed an agreement with the Government of Canada under which the Province rents its rights to levy individual income tax to the Government of Canada for the five-year period commencing January 1, 1957. During the preceding five-year period, the Province also rented its rights to levy corporation income tax.

## NOTE 10

	Year Ended March 31, 1961	Year Ended March 31, 1960
Corporations Tax.....	\$185,667,356	\$175,850,437
Gasoline Tax.....	157,655,684	152,158,907
Hospitals Tax (Amusements).....	4,218,448	4,512,285
Land Transfer Tax.....	3,570,674	4,130,799
Logging Tax.....	1,822,475	1,624,002
Mines Profits Tax.....	17,096,831	12,908,669
Motor Vehicle Fuel Tax.....	6,847,894	6,331,291
Race Tracks Tax (Pari-Mutuel).....	5,732,960	5,347,783
Security Transfer Tax.....	2,194,009	2,530,228
Succession Duty.....	37,603,205	33,735,833
Other.....	3,315,870	3,607,975
	<u>\$425,725,406</u>	<u>\$402,738,209</u>

## NOTE 11

Timber Dues, Bonus, etc., amounted to \$13,092,417 in 1961 and \$11,565,322 in 1960.

## NOTE 12

The revenue from Motor Vehicle Licenses and Permits amounted to \$61,838,626 in 1961 and \$60,096,023 in 1960.





(ABRIDGED)



1962

#### NOTE

Differences of one dollar may be noted as a result of rounding amount to the nearest dollar.

CASANT  
F36

# *Financial Report 1962* (ABRIDGED)

## C O N T E N T S

3	Treasurer's Foreword
4 and 5	Balance Sheet
6	Surplus Account
7	Surplus on Ordinary Account
8 and 9	Consolidated Revenue Fund
10 and 11	Net Ordinary Revenue and Expenditure
12	Net Capital Receipts
13	Net Capital Disbursements
14	Source and Application of Funds
15	Sources of Ordinary Revenue
16 and 17	Gross Capital Debt
18	Net Capital Debt
19	Notes





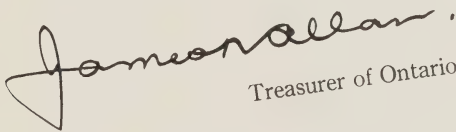
THE HONOURABLE JAMES N. ALLAN  
TREASURER OF ONTARIO

# *Treasurer's Foreword*

In continuation of the practice previously adopted, this financial report presents an abridged statement of the Public Accounts of Ontario for the fiscal year ended March 31st, 1962. The Public Accounts in their complete form and the Report of the Provincial Auditor will be laid before the Legislative Assembly at its next Session.

This Report has been prepared so that the main financial statements may be available at an earlier date. The contents should be found useful by financial institutions and others who require up-to-date information on the finances of the Province.

The Treasury Department will be pleased to answer any questions that may arise from a study of the statements that appear in this Report.

James Allan.

Treasurer of Ontario.

Toronto, October 1962.

## ASSETS

## CAPITAL

	March 31, 1962	March 31, 1961
Cash on Hand and in Banks.....	\$ 38,460,750	\$ 4,002,692
Temporary Investments.....	77,765,000	46,165,000
	116,225,750	50,167,692
Loans and Advances—		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds.....	342,706,000	344,620,000
Advances—unsecured.....	13,462,387	14,869,641
Ontario Northland Transportation Commission.....	30,207,935	30,207,935
Housing Corporation Limited—Investments.....	2,623,872	3,165,983
The Ontario Junior Farmer Establishment Loan Corporation—		
Investments.....	21,836,938	24,099,992
The Ontario Municipal Improvement Corporation—Investments.....	56,983,590	57,654,273
The Housing Development Act—Advances.....	14,668,977	14,360,524
Ontario Water Resources Commission—Advances.....	48,953,972	37,535,863
Provincial Student-Aid Loans.....	4,203,238	2,668,700
Municipalities, etc.....	23,969,779	23,464,163
The Agricultural Development Finance Act—Investments.....	66,723	72,697
	559,683,411	552,719,771
Revenue-Producing and Realizable Assets.....	675,909,161	602,887,463
Government of Canada (Note 1).....	4,271,015	4,271,015
Highways, Buildings, etc. (Note 2).....	2,113,863,481	1,929,234,331
The Liquor Control Board of Ontario—Investment.....	21,012,292	19,007,771
Other Loans and Advances.....	624,341	677,193
Discount, Exchange and Premium on Debentures		
(less amount amortized).....	14,099,023	13,203,156
Other Capital Assets.....	2,149,599,137	1,962,122,451
Total Capital Assets.....	2,829,779,313	2,569,280,929

## INCOME

Accounts Receivable (less Reserve).....	17,824,432	15,902,974
Accrued Interest on Advances secured by bonds—The Hydro-Electric		
Power Commission of Ontario.....	2,937,646	2,941,000
Interest Receivable (Due and accrued—less Reserve) on Investments		
—The Agricultural Development Finance Act.....	513,000	246,000
Equipment, Stores and Materials (less Reserve).....	11,094,772	10,833,645
Total Income Assets.....	32,369,850	29,923,619
	\$2,862,149,163	\$2,599,204,548

Approved on behalf of the Treasury Department:  
H. E. BROWN, F.C.A., Deputy Provincial Treasurer.  
W. C. BROWNING, F.C.A., Comptroller of Accounts.

## LIABILITIES

### CAPITAL

#### Funded Debt—

	March 31, 1962	March 31, 1961
Stock and Debentures.....	\$1,760,078,000	\$1,630,681,000
Less—Sinking Fund (Note 3).....	177,186,438	206,666,184
	1,582,891,562	1,424,014,816
Bonds assumed by the Province (Note 4).....		900,000
	1,582,891,562	1,424,914,816

#### Unfunded Debt—

Demand Deposits with Province of Ontario Savings Office.....	77,048,540	75,494,603
Special Funds (Note 5).....	161,844,517	129,647,087
Housing Corporation Limited—Liabilities.....	1,825,815	2,342,064
The Ontario Junior Farmer Establishment Loan Corporation— Liabilities.....	20,346,652	20,328,899
The Ontario Municipal Improvement Corporation—Liabilities.....	41,015,775	42,776,814
	302,081,299	270,589,467
Total Capital Liabilities.....	1,884,972,861	1,695,504,283

### INCOME

Accounts Payable.....	1,908,498	3,426,300
Accrued Interest on Funded Debt.....	21,636,642	18,813,485
Total Income Liabilities.....	23,545,140	22,239,785
Total Liabilities.....	1,908,518,001	1,717,744,068

### RESERVES

7,531,130 6,624,459

### SURPLUS

946,100,032 874,836,021

\$2,862,149,163 \$2,599,204,548

#### Contingent Liabilities—

Bonds, etc., Guaranteed by the Province (Note 6).....	\$1,560,795,150	\$1,545,482,996
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# Surplus Account

FOR FISCAL YEAR ENDED MARCH 31, 1962

Balance at credit March 31, 1961..... \$874,836,021

## ADD:

Surplus on Ordinary Account.....	\$ 502,387	
Provision for Sinking Fund charged to Ordinary Expenditure.....	35,802,000	
Setting up as Capital Assets:		
Capital Disbursements financed out of Ordinary Revenue.....	\$50,000,000	
Portion of Expenditures in year ended March 31, 1962, on:		
Provincial Parks.....	259,070	
The Ontario-St. Lawrence Development Commission.....	598,963	
	50,858,033	
Sundry.....	412	
		87,162,832
		961,998,853

## LESS:

Capital Disbursements in year ended October 31, 1932, written off:		
Highways and Roads.....	16,304,858	
Rural Power Transmission Lines.....	725,000	
	17,029,858	
Transfer to Reserve for Farm Loans.....	500,000	
Accounts written off as uncollectable (Section 22, The Financial Administration Act):		
Guaranteed Debentures and Interest Coupons redeemed by Province—Municipalities.....	22,951	
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	1,737,060	
		19,289,869
		942,708,984

## ADD:

Net adjustment to certain Accounts at March 31, 1962 (Note 7).....	3,391,048
Balance at credit March 31, 1962, carried to Balance Sheet.....	\$946,100,032

# *Surplus on Ordinary Account*

FOR FISCAL YEAR ENDED MARCH 31, 1962  
(with comparative figures for 1961)

	Year ended March 31, 1962	Year ended March 31, 1961
NET ORDINARY REVENUE.....	\$825,352,009	\$739,391,410
Less—		
Net Ordinary Expenditure (before items below).....	739,047,622	636,178,383
Provision for Sinking Fund.....	35,802,000	33,822,000
Capital Disbursements financed out of Ordinary Revenue.....	50,000,000	69,000,000
NET ORDINARY EXPENDITURE.....	824,849,622	739,000,383
Balance carried to SURPLUS ACCOUNT.....	\$ 502,387	\$ 391,027

## NET RECEIPTS

	Year ended March 31, 1962	Year ended March 31, 1961
Net Ordinary Revenue (see Page 10) . . . . .	\$ 825,352,009	\$ 739,391,410
Net Capital Receipts (see Page 12) . . . . .	103,319,740	110,892,918
Public Debt:		
Stock and Debentures . . . . .	195,365,000	83,075,000
Province of Ontario Savings Office—Net increase in deposits with the Treasurer of Ontario . . . . .	1,954,603	1,059,849
Proceeds from Sinking Fund Investments . . . . .	22,621,500	21,887,500
Proceeds from Temporary Investments . . . . .	526,775,000	429,259,000
	746,716,103	535,281,349
Total Net Receipts . . . . .	1,675,387,852	1,385,565,677
Add—		
Cash in Banks at April 1st . . . . .	2,249,274	63,875,140
Uninvested Sinking Fund at April 1st . . . . .	43,918,184	28,541,702
	\$1,721,555,310	\$1,477,982,519

# Revenue Fund

MARCH 31, 1962  
1961)

## NET DISBURSEMENTS

	Year ended March 31, 1962	Year ended March 31, 1961
Net Ordinary Expenditure (see Page 11) .....	\$824,849,622	\$739,000,383
Net Capital Disbursements (see Page 13) .....	194,662,192	197,163,678
Public Debt:		
Stock and Debentures .....	68,603,000	45,303,500
Redemption of Sandwich, Windsor and Amherstburg Railway Company Bonds (previously assumed by Province) .....	900,000	.....
Investments purchased for Sinking Fund .....	6,673,000	14,873,500
Temporary Investments .....	558,375,000	435,474,000
	634,551,000	495,651,000
Total Net Disbursements .....	1,654,062,814	1,431,815,061
Add—		
Cash in Banks at March 31st (Note 8) .....	37,105,558	2,249,274
Uninvested Sinking Fund at March 31st .....	30,386,938	43,918,184
	\$1,721,555,310	\$1,477,982,519

# *Net Ordinary Revenue*

FOR FISCAL YEAR 1961-62

(with comparison of 1960-61)

DEPARTMENT	Year ended March 31, 1962	Year ended March 31, 1961
Agriculture.....	\$ 1,614,701	\$ 1,862,483
Attorney General.....	8,592,026	6,807,339
Economics and Development.....	673,374	95,575
Education.....	2,725,287	3,105,510
Energy Resources.....	407,709	83,406
Health.....	1,498,200	1,436,701
Highways.....	1,541,703	1,457,041
Insurance.....	752,541	680,497
Labour.....	1,140,016	1,103,473
Lands and Forests.....	21,361,245	20,811,711
Mines.....	16,716,507	18,328,814
Municipal Affairs.....	311,144	331,060
Prime Minister.....	45	39
Provincial Secretary and Citizenship.....	2,419,127	2,491,878
Public Welfare.....	9,399	4,156
Public Works.....	978,070	377,531
Reform Institutions.....	750,412	706,622
Transport.....	70,304,855	67,732,520
Travel and Publicity.....	293,525	296,627
Treasury.....	693,253,198	611,676,254
Queen's Printer—Stationery Account (net).....	8,925	2,173
	<u>\$825,352,009</u>	<u>\$739,391,410</u>



# Net Ordinary Expenditure

TO MARCH 31, 1962  
(for 1961)

DEPARTMENT	Year ended March 31, 1962	Year ended March 31, 1961
Agriculture.....	\$ 16,280,048	\$ 15,473,381
Attorney General.....	22,482,573	21,034,953
Economics and Development.....	4,157,185	4,893,803
Education.....	261,723,044	226,510,583
Energy Resources.....	665,357	640,839
Health.....	130,316,189	88,960,472
Highways.....	73,665,402	71,563,798
Insurance.....	434,001	423,274
Labour.....	3,251,779	3,042,893
Lands and Forests.....	26,606,121	23,229,039
Lieutenant Governor.....	20,215	27,476
Mines.....	1,778,421	1,583,030
Municipal Affairs.....	39,530,432	36,855,954
Prime Minister.....	164,116	178,694
Provincial Auditor.....	461,860	435,965
Provincial Secretary and Citizenship.....	3,704,462	3,364,539
Public Welfare.....	54,447,146	51,018,830
Public Works.....	11,221,089	10,803,114
Reform Institutions.....	14,119,596	12,623,996
Transport.....	5,189,141	4,504,749
Travel and Publicity.....	2,107,153	1,881,841
Treasury.....	16,408,630	12,716,640
	<hr/>	<hr/>
Public Debt—Interest, etc.....	688,733,960	591,767,863
	<hr/>	<hr/>
	50,313,662	44,410,520
	<hr/>	<hr/>
	739,047,622	636,178,383
	<hr/>	<hr/>
Public Debt—Provision for Sinking Fund.....	35,802,000	33,822,000
	<hr/>	<hr/>
	774,849,622	670,000,383
	<hr/>	<hr/>
Capital Disbursements financed out of Ordinary Revenue.....	50,000,000	69,000,000
	<hr/>	<hr/>
	\$824,849,622	\$739,000,383
	<hr/>	<hr/>

# Net Capital Receipts

FOR FISCAL YEAR ENDED MARCH 31, 1962  
(with comparative figures for 1961)

	Year ended March 31, 1962	Year ended March 31, 1961
<b>Disposal of Assets—Sales, etc.</b>		
Highways and Roads.....	\$ 613,755	\$ 234,988
Land and Buildings.....	771,407	1,832,745
General Works and Improvements.....	684,841	160,894
Other .....	2,000	55,517
	<hr/> \$ 2,072,003	<hr/> \$ 2,284,144
<b>Loans and Advances—Repayments</b>		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds.....	1,914,000	4,400,000
Advances—unsecured.....	1,407,254	15,443,982
Dominion-Provincial Housing.....	1,505,665	1,593,417
The Ontario Municipal Improvement Corporation.....		3,788,640
The Ontario Junior Farmer Establishment Loan Corporation.....	2,025,000	2,875,000
Other.....	2,639,413	3,530,793
	<hr/> 9,491,332	<hr/> 31,631,832
<b>Special Funds—Deposits</b>		
Vacation-with-Pay Stamps—Sales.....	9,051,248	10,247,604
Public Service Superannuation Fund.....	26,513,160	23,816,808
Unsatisfied Judgment Fund.....	4,347,026	4,426,950
Other.....	14,276,842	2,891,979
	<hr/> 54,188,276	<hr/> 41,383,341
<b>Deferred Assets, etc.</b>		
Provision for Sinking Fund.....	35,802,000	33,822,000
Other.....	1,766,129	1,771,601
	<hr/> 37,568,129	<hr/> 35,593,601
	<hr/> \$103,319,740	<hr/> \$110,892,918

# Net Capital Disbursements

FOR FISCAL YEAR ENDED MARCH 31, 1962  
(with comparative figures for 1961)

	Year ended March 31, 1962	Year ended March 31, 1961
<b>Highways, Buildings, etc.</b>		
Highways and Roads.....	\$171,334,752	\$168,078,538
Land and Buildings.....	28,400,416	31,216,335
General Works and Improvements....	2,350,307	1,772,306
Rural Power Transmission Lines.....	543,984	511,076
	<u>202,629,459</u>	<u>201,578,255</u>
Less: Financed out of Ordinary Revenue	50,000,000	69,000,000
	<u>\$152,629,459</u>	<u>\$132,578,255</u>
<b>Loans and Advances</b>		
Dominion-Provincial Housing.....	1,814,119	2,189,275
The Ontario Municipal Improvement Corporation.....	400,000	3,950,000
Ontario Water Resources Commission..	11,418,109	14,007,741
The Ontario Junior Farmer Establishment Loan Corporation.....		4,050,000
The Sault Ste. Marie Bridge Act, 1960..	300,010	8,993,432
Other.....	4,343,991	5,591,492
	<u>18,276,229</u>	<u>38,781,940</u>
<b>Special Funds—Repayments</b>		
Vacation-with-Pay Stamps—Redeemed..	9,923,525	11,031,808
Public Service Superannuation Fund....	6,751,441	6,013,083
Unsatisfied Judgment Fund.....	3,137,969	2,514,010
Other.....	2,177,911	3,146,843
	<u>21,990,846</u>	<u>22,705,744</u>
<b>Reserves</b>		
Sundry.....	28,597	34,994
<b>Surplus Account</b>		
Repayment to Government of Canada under Tax Rental Agreement, 1952-56	1,737,061	3,062,745
	<u>\$194,662,192</u>	<u>\$197,163,678</u>

# Source and Application of Funds

FOR FISCAL YEAR ENDED MARCH 31, 1962

(with comparative figures for 1961)

SOURCE OF FUNDS	Year ended March 31, 1962	Year ended March 31, 1961
<b>Excess of Ordinary Revenue over Ordinary Expenditure</b> .....	\$ 502,387	\$ 391,027
<b>Items not Requiring an Outlay of Funds</b>		
Provision for Sinking Fund.....	35,802,000	33,822,000
Discount and Exchange on Debentures, written off (net) .....	1,739,133	1,730,892
	<u>37,541,133</u>	<u>35,552,892</u>
<b>Increase in Liabilities</b>		
Debentures Issued (net of discount) .....	195,365,000	83,075,000
Demand Deposits with Province of Ontario Savings Office (net) .	1,553,936	1,642,229
Superannuation and Retirement Funds (net) .....	20,049,130	17,886,058
Other.....	12,148,300	796,914
	<u>229,116,366</u>	<u>103,400,201</u>
<b>Decrease in Assets</b>		
Cash on Hand and in Banks.....		61,040,666
Loans and Advances—Repayments.....	9,491,332	31,631,832
Disposal of Assets—Sales, etc.....	2,072,002	2,284,144
Sinking Fund Investments Sold and Matured.....	22,621,500	21,887,500
Uninvested Sinking Fund.....	13,531,246	
Other.....	2,853	3,160
	<u>47,718,933</u>	<u>116,847,302</u>
	<u>\$314,878,819</u>	<u>\$256,191,422</u>
<b>APPLICATION OF FUNDS</b>		
<b>Investment in Physical Assets</b>		
Highways and Roads.....	\$171,334,752	\$168,078,538
Land and Buildings.....	28,400,416	31,216,335
General Works and Improvements.....	2,350,307	1,772,306
Rural Power Transmission Lines.....	543,984	511,076
	<u>202,629,459</u>	<u>201,578,255</u>
Less: Financed out of Ordinary Revenue.....	50,000,000	69,000,000
	<u>152,629,459</u>	<u>132,578,255</u>
<b>Increase in Other Assets</b>		
Cash on Hand and in Banks.....	34,458,057	
Temporary Investments.....	31,600,000	6,215,000
Loans and Advances.....	18,276,229	38,781,940
Uninvested Sinking Fund.....		15,376,482
Sinking Fund Investments Purchased.....	6,673,000	14,873,500
	<u>91,007,286</u>	<u>75,246,922</u>
<b>Decrease in Liabilities</b>		
Debentures Retired.....	68,603,000	45,303,500
Redemption of Sandwich, Windsor and Amherstburg Railway Company Bonds (previously assumed by Province) .....	900,000	
Other.....	2,013	
	<u>69,505,013</u>	<u>45,303,500</u>
<b>Decrease in Surplus</b>		
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	1,737,061	3,062,745
	<u>\$314,878,819</u>	<u>\$256,191,422</u>

# *Sources of Ordinary Revenue*

FOR FISCAL YEAR ENDED MARCH 31, 1962  
(with comparative figures for 1961)

Government of Canada—	Year Ended March 31, 1962	Year Ended March 31, 1961
Tax Rental Agreement (Note 9).....	\$120,651,639	\$113,791,937
Annual Subsidy.....	4,624,070	3,640,940
Interest—Common School Fund.....	71,136	71,136
	<hr/> 125,346,845	<hr/> 117,504,013
 <b>Revenue Derived from Individuals and Corporations Receiving the Benefit of Provincial Services, Special Privileges or the use of Natural Resources and Properties, Profits from Trading, etc.</b>		
Taxation (Note 10).....	496,504,644	425,725,406
Royalties (Note 11).....	13,899,812	13,628,544
Timber, Sand and Gravel, Game and Fish, etc.		
Licenses and Permits (Note 12).....	70,871,112	68,270,239
Motor Vehicles, Hunting and Fishing, Insurance, Marriage, Mines, Theatres, etc.		
Fees.....	19,302,642	17,492,805
Local Registrars, Police Magistrates, Crown Attorneys, etc., Mine Recording, Companies and Brokers' Registrations, etc., Motor Vehicle Transfers, Tuition, Examinations, Loan and Trust Companies, etc.		
Fines and Penalties.....	2,204,285	2,232,732
Trading Activities.....	82,500,000	80,600,000
The Liquor Control Board of Ontario.		
Public Domain.....	6,617,984	6,674,444
Sales.....	1,636,353	1,495,904
Produce, Live Stock, Equipment, Services, etc.		
Rent, Board, Maintenance of Patients, Perquisites, etc.....	3,159,363	2,769,178
Miscellaneous.....	3,308,969	2,998,146
	<hr/> \$825,352,009	<hr/> \$739,391,411



# Gross Capital Debt

AND INVESTMENT THEREOF AS AT MARCH 31, 1962

(with comparative figures for 1961)

## Funded Debt —

	1962	1961
Stock and Debentures.....	\$1,760,078,000	\$1,630,681,000
Less—Sinking Fund.....	177,186,438	206,666,184
	<u>1,582,891,562</u>	<u>1,424,014,816</u>
Bonds assumed by the Province (Note 4).....	.....	900,000
	<u>1,582,891,562</u>	<u>1,424,914,816</u>

## Unfunded Debt —

Demand Deposits with Province of Ontario Savings Office.....	77,048,540	75,494,603
Public Service Superannuation Fund.....	128,486,186	108,724,467
Public Service Retirement Fund.....	1,443,934	1,156,523
Special Funds—Other.....	31,914,397	19,766,097
Housing Corporation Limited—Liabilities.....	1,825,815	2,342,064
The Ontario Junior Farmer Establishment Loan Corporation— Liabilities.....	20,346,652	20,328,899
The Ontario Municipal Improvement Corporation—Liabilities.....	41,015,775	42,776,814
	<u>302,081,299</u>	<u>270,589,467</u>
Gross Capital Debt.....	<u>\$1,884,972,861</u>	<u>\$1,695,504,283</u>

## Investment Thereof —

Revenue-Producing and Realizable Capital Assets—		
Cash on Hand and in Banks.....	\$ 38,460,750	\$ 4,002,692
Temporary Investments.....	77,765,000	46,165,000
The Hydro-Electric Power Commission of Ontario—Advances.....	356,168,387	359,489,641
Ontario Northland Transportation Commission—Advances.....	30,207,935	30,207,935
Housing Corporation Limited—Investments.....	2,623,872	3,165,983
The Ontario Junior Farmer Establishment Loan Corporation —Investments.....	21,836,938	24,099,992
The Ontario Municipal Improvement Corporation— Investments.....	56,983,590	57,654,273
Ontario Water Resources Commission—Advances.....	48,953,972	37,535,863
Provincial Student-Aid Loans.....	4,203,238	2,668,700
Loans—Farm, Municipal, etc.....	38,705,479	37,897,384
	<u>675,909,161</u>	<u>602,887,463</u>
Government of Canada.....	<u>4,271,015</u>	<u>4,271,015</u>
Other Capital Assets—		
Highways, Buildings, etc.....	2,113,863,481	1,929,234,331
The Liquor Control Board of Ontario—Investment.....	21,012,292	19,007,771
Other Loans and Advances.....	624,341	677,193
Discount, Exchange and Premium on Debentures (less amount amortized).....	14,099,023	13,203,156
	<u>2,149,599,137</u>	<u>1,962,122,451</u>
Total Capital Assets.....	<u>2,829,779,313</u>	<u>2,569,280,929</u>
LESS—Portion of above Capital Assets acquired through invest- ment of Surplus and Reserves.....	944,806,452	873,776,646
	<u>\$1,884,972,861</u>	<u>\$1,695,504,283</u>

# Gross Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1962

	1962	1961	Increase 1962 over 1961
Funded Debt .....	\$1,582,891,562	\$1,424,914,816	\$157,976,746
Unfunded Debt .....	302,081,299	270,589,467	31,491,832
<b>GROSS CAPITAL DEBT.....</b>	<b>\$1,884,972,861</b>	<b>1,695,504,283</b>	<b>\$189,468,578</b>

## Gross Capital Debt Increased by—

Capital Disbursements on Highways, Buildings, Public Works, etc..	\$202,629,459	
Less—Capital Receipts .....	\$ 2,072,002	
—Financed out of Ordinary Revenue .....	50,000,000	
	52,072,002	
	150,557,457	
Increase in Cash on Hand and in Banks .....	34,458,057	
Increase in Temporary Investments .....	31,600,000	
Increase in Advances under The Housing Development Act (net) ..	308,454	
Advances to Ontario Water Resources Commission .....	11,418,109	
Provincial Student-Aid Loans (net) .....	1,534,538	
Increase in Loans to Co-operatives (net) .....	244,178	
Increase in Tile Drainage Loans (net) .....	708,042	
Advance to Improvement District of Manitouwadge (net) .....	72,200	
Discount on Debentures issued during year .....	2,635,000	
Repayment to Government of Canada under Tax Rental Agreement, 1952-56 .....	1,737,061	
		\$235,273,096

## Gross Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure .....	35,802,000	
Surplus on Ordinary Account .....	502,387	
	36,304,387	
Net Repayments on Loans and Advances—		
The Hydro-Electric Power Commission of Ontario .....	3,321,254	
Improvement District of Elliot Lake .....	405,900	
Miscellaneous (net) .....	148,882	
	3,876,036	
Decrease in Investments of Housing Corporation Limited .....	542,112	
Decrease in Investments of The Ontario Junior Farmer Establish- ment Loan Corporation .....	2,263,055	
Decrease in Investments of The Ontario Municipal Improvement Corporation .....	670,683	
Decrease in Sundry Assets of Province of Ontario Savings Office (net)	2,441	
Discount and Exchange on Debentures, written off (net) .....	1,739,133	
Increase in Reserves (net) .....	406,671	
		45,804,518
<b>Net Increase in Gross Capital Debt— .....</b>		<b>\$189,468,578</b>

# Net Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1962

	1962	1961	Increase 1962 over 1961
Gross Capital Debt. ....	\$1,884,972,861	\$1,695,504,283	\$ 189,468,578
Revenue-Producing and Realizable Assets. ....	675,909,161	602,887,464	73,021,697
NET CAPITAL DEBT. ....	<u>\$1,209,063,700</u>	<u>\$1,092,616,819</u>	<u>\$ 116,446,881</u>

## Net Capital Debt Increased By—

Capital Disbursements on Highways, Buildings, Public Works, etc.	\$202,629,459	
Less—Capital Receipts. ....	\$ 2,072,002	
—Financed out of Ordinary Revenue. ....	<u>50,000,000</u>	
		52,072,002
		<u>150,557,457</u>
Discount on Debentures issued during year. ....		2,635,000
Repayment to Government of Canada under Tax Rental Agreement, 1952-56. ....		<u>1,737,061</u>
		\$154,929,518

## Net Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure. ....	35,802,000	
Surplus on Ordinary Account. ....	<u>502,387</u>	
		36,304,387
Discount and Exchange on Debentures, written off (net). ....		1,739,133
Repayment of Other Loans and Advances. ....		29,900
Increase in Reserves (net). ....		406,672
Miscellaneous Decreases. ....		<u>2,545</u>
		38,482,637
Net Increase in Net Capital Debt—		<u>\$116,446,881</u>

# Notes

## NOTE 1

This amount consists of (a) Debt Account—\$2,848,290 and (b) Common School Fund—\$1,422,725.

The Debt Account is a capitalized amount, related to the debt of the old Province of Canada, on which the Government of Canada pays the Province interest at 5% per annum.

The Common School Fund, held in trust for Ontario and Quebec jointly, was derived from the sale of Crown lands set aside for the benefit of the common schools by statutes enacted before Confederation. The Provinces receive interest on the Fund at the rate of 5% per annum, in proportion to their respective populations as determined by the latest decennial census.

## NOTE 2 HIGHWAYS, BUILDINGS, ETC.

As at March 31, 1962

Highways and Roads.....	\$1,773,872,017	
Less—Capital Disbursements to October 31, 1932 written off.....	181,663,254	\$1,592,208,763
Rural Power Transmission Lines	114,140,943	
Less—Capital Disbursements to October 31, 1932 written off.....	6,739,243	
		107,401,700
Land and Buildings.....		378,909,327
General Works and Improvements.....		15,535,261
Provincial Parks.....		4,586,921
Niagara Parks Commission—		
Surplus at October 31, 1961.....		7,184,605
The Ontario-St. Lawrence Development Commission—Surplus at March 31, 1962.....		8,036,904
		<u>\$2,113,863,481</u>

## NOTE 3 SINKING FUNDS—INVESTMENTS

As at March 31, 1962

Securities Issued by the Province.....	\$	PAR VALUE
Bonds Guaranteed by the Province—		92,533,500
The Hydro-Electric Power Commission of Ontario.....		20,750,000
Ontario Northland Transportation Commission.....		3,035,000
University of Toronto.....		81,000
Government of Canada Bonds.....		30,400,000
		146,799,500
Uninvested Funds as at March 31, 1962.....		30,386,938
	\$	<u>177,186,438</u>

## NOTE 4

The liability for the principal of the 6% Bonds of the Sandwich, Windsor and Amherstburg Railway Company assumed by the Province under The Sandwich, Windsor and Amherstburg Act, 1949, has been discharged through the redemption of such Bonds on their due date July 1, 1961.

## NOTE 5 SPECIAL FUNDS

As at March 31, 1962

Public Service Superannuation Fund.....	\$	128,486,186
Vacation-with-Pay Stamps—Trust Account.....		6,040,453
Unsatisfied Judgment Fund.....		8,404,229
Miscellaneous.....		18,913,649
	\$	<u>161,844,517</u>

## NOTE 6

### CONTINGENT LIABILITIES

As at March 31, 1962

Obligations of—	
The Hydro-Electric Power Commission of Ontario.....	\$1,550,343,500
Railways.....	11,580,000
University of Toronto.....	19,000,000
Ontario Food Terminal Board.....	5,000,000
Miscellaneous.....	737,650
	1,586,661,150
Less—Bonds in Sinking Funds (Note 3) and Promissory Note in Temporary Investments.....	25,866,000
	<u>\$1,560,795,150</u>

## NOTE 7

This item is comprised as follows:

Increase in Income Assets.....	\$2,446,231
Increase in The Liquor Control Board of Ontario—Investment.....	2,004,521
Increase in Surplus of the Niagara Parks Commission.....	245,651
	<u>\$4,696,403</u>
Less—	
Increase in Income Liabilities.....	1,305,355
Net adjustment as shown in Surplus Account.....	<u>\$3,391,048</u>

## NOTE 8

The Cash on Hand and in Banks shown on the Balance Sheet exceeds this figure by the amount of Province of Ontario Savings Office Cash on Hand and in Banks.

## NOTE 9

On April 16, 1957, the Province signed an agreement with the Government of Canada under which the Province rented its rights to levy individual income tax to the Government of Canada for the five-year period commencing January 1, 1957. During the preceding five-year period, the Province also rented its rights to levy corporation income tax.

## NOTE 10

	Year Ended March 31, 1962	Year Ended March 31, 1961
Corporations Tax.....	\$165,854,287	\$185,667,356
Gasoline Tax.....	165,193,317	157,655,684
Hospitals Tax (Amusements).....	4,379,848	4,218,448
Land Transfer Tax.....	3,709,969	3,570,674
Logging Tax.....	2,094,386	1,822,475
Mines Profits Tax.....	15,444,439	17,096,831
Motor Vehicle Fuel Tax.....	7,603,060	6,847,894
Race Tracks Tax (Pari-Mutuel).....	6,157,175	5,732,960
Retail Sales Tax.....	78,746,682	
Security Transfer Tax.....	3,534,875	2,194,009
Succession Duty.....	40,397,222	37,603,205
Other.....	3,389,384	3,315,870
	<u>\$496,504,644</u>	<u>\$425,725,406</u>

## NOTE 11

Timber Dues, Bonus, etc., amounted to \$13,402,507 in 1962 and \$13,092,417 in 1961.

## NOTE 12

The revenue from Motor Vehicle Licences and Permits amounted to \$63,877,924 in 1962 and \$61,838,626 in 1961.





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Government  
Publications

PROVINCE OF ONTARIO

= Treasury & Economic  
dept.

# Financial Report

(ABRIDGED)



ONTARIO

FOR YEAR ENDED  
MARCH 31st

1963

**NOTE**

Differences of one dollar may  
be noted as a result of rounding  
amount to the nearest dollar.

# *Financial Report 1963* (ABRIDGED)

## C O N T E N T S

3	Treasurer's Foreword
4 and 5	Balance Sheet
6	Surplus Account
7	Surplus on Ordinary Account
8 and 9	Consolidated Revenue Fund
10 and 11	Net Ordinary Revenue and Expenditure
12	Net Capital Receipts
13	Net Capital Disbursements
14	Source and Application of Funds
15	Sources of Ordinary Revenue
16 and 17	Gross Capital Debt
18	Net Capital Debt
19	Notes



THE HONOURABLE JAMES N. ALLAN  
TREASURER OF ONTARIO

## *Treasurer's Foreword*

In continuation of the practice previously adopted, this financial report presents an abridged statement of the Public Accounts of Ontario for the fiscal year ended March 31st, 1963. The Public Accounts in their complete form and the Report of the Provincial Auditor will be laid before the Legislative Assembly at its next Session.

This Report has been prepared so that the main financial statements may be available at an earlier date. The contents should be found useful by financial institutions and others who require up-to-date information on the finances of the Province.

The Treasury Department will be pleased to answer any questions that may arise from a study of the statements that appear in this Report.

  
Treasurer of Ontario.

Toronto, November 1963.



## ASSETS

## CAPITAL

	March 31, 1963	March 31, 1962
Cash on Hand and in Banks.....	\$ 119,629,283	\$ 38,460,750
Temporary Investments.....	119,629,283	77,765,000
	<u>119,629,283</u>	<u>116,225,750</u>
Loans and Advances—		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds.....	339,302,000	342,706,000
Advances—unsecured.....	11,996,178	13,462,387
Ontario Northland Transportation Commission.....	30,207,935	30,207,935
Housing Corporation Limited—Investments.....	2,137,388	2,623,872
The Ontario Junior Farmer Establishment Loan Corporation—		
Investments.....	19,725,563	21,836,938
The Ontario Municipal Improvement Corporation—Investments...	55,914,131	56,983,590
The Housing Development Act—Advances.....	14,777,835	14,668,977
Ontario Water Resources Commission—Advances.....	61,364,300	48,953,972
Provincial Student-Aid Loans.....	6,002,177	4,203,238
Municipalities, etc.....	34,153,078	23,969,779
The Agricultural Development Finance Act—Investments.....	60,570	66,723
	<u>575,641,155</u>	<u>559,683,411</u>
Revenue-Producing and Realizable Assets.....	695,270,438	675,909,161
Government of Canada (Note 1).....	4,300,954	4,271,015
Highways, Buildings, etc. (Note 2).....	2,309,112,577	2,113,863,481
The Liquor Control Board of Ontario—Investment.....	24,767,012	21,012,292
Other Loans and Advances.....	369,052	624,341
Discount and Exchange on Debentures (less amount amortized).....	13,244,649	14,099,023
Other Capital Assets.....	2,347,493,290	2,149,599,137
Total Capital Assets.....	<u>3,047,064,682</u>	<u>2,829,779,313</u>

## INCOME

Accounts Receivable (less Reserve).....	14,147,495	17,824,432
Accrued Interest on Advances secured by bonds—The Hydro-Electric		
Power Commission of Ontario.....	2,928,631	2,937,646
Interest Receivable (less Reserve) on Investments—The Agricultural		
Development Finance Act.....	344,000	513,000
Equipment, Stores and Materials (less Reserve).....	11,652,778	11,094,772
Total Income Assets.....	<u>29,072,904</u>	<u>32,369,850</u>
	<u>\$3,076,137,586</u>	<u>\$2,862,149,163</u>

Approved on behalf of the Treasury Department:  
H. E. BROWN, F.C.A., Deputy Provincial Treasurer.  
W. C. BROWNING, F.C.A., Comptroller of Accounts.

## LIABILITIES

CAPITAL	March 31, 1963	March 31, 1962
Funded Debt—		
Stock and Debentures.....	\$1,813,810,000	\$1,760,078,000
Less—Sinking Fund (Note 3).....	183,788,647	177,186,438
	<u>1,630,021,353</u>	<u>1,582,891,562</u>
Unfunded Debt—		
Demand Deposits with Province of Ontario Savings Office.....	77,069,440	77,048,540
Bank Overdraft.....	10,021,355	
Special Funds (Note 4).....	202,112,291	161,844,517
Housing Corporation Limited—Liabilities.....	1,357,090	1,825,815
The Ontario Junior Farmer Establishment Loan Corporation— Liabilities (Note 5).....	20,329,111	20,346,652
The Ontario Municipal Improvement Corporation—Liabilities (Note 5).....	38,463,920	41,015,775
	<u>349,353,207</u>	<u>302,081,299</u>
Total Capital Liabilities.....	<u>1,979,374,560</u>	<u>1,884,972,861</u>
INCOME		
Accounts Payable.....	1,775,988	1,908,498
Accrued Interest on Funded Debt.....	22,773,875	21,636,642
Total Income Liabilities.....	<u>24,549,863</u>	<u>23,545,140</u>
Total Liabilities.....	<u>2,003,924,423</u>	<u>1,908,518,001</u>
RESERVES	8,028,706	7,531,130
SURPLUS	<u>1,064,184,457</u>	<u>946,100,032</u>
	<u>\$3,076,137,586</u>	<u>\$2,862,149,163</u>
Contingent Liabilities—		
Bonds, etc., Guaranteed by the Province (Note 6).....	\$1,619,969,128	\$1,560,795,150

# Surplus Account

FOR FISCAL YEAR ENDED MARCH 31, 1963

Balance at credit March 31, 1962..... \$946,100,032

## ADD:

Surplus on Ordinary Account..... \$ 578,647

Provision for Sinking Fund charged to Ordinary Expenditure..... 39,000,000

## Setting up as Capital Assets:

Capital Disbursements financed out of Ordinary  
Revenue..... \$90,000,000

Portion of Expenditures in year ended March 31,  
1963, on:

Provincial Parks..... 556,781

The Ontario-St. Lawrence Development  
Commission..... 636,540

Common School Fund—to adjust to population  
change re 1961 Census (Note 1)..... 29,939

91,223,260

Sundry..... 456

130,802,363

1,076,902,395

## LESS:

Capital Disbursements in year ended October 31, 1933,  
written off:

Highways and Roads..... 6,448,249

Rural Power Transmission Lines..... 277,000

6,725,249

Accounts written off as uncollectable (Section 22, The  
Financial Administration Act):

The Co-operative Loans Act..... 17,000

Guaranteed Debentures and Interest Coupons redeemed by  
Province—Schools..... 90,070

Provincial Student-Aid Loans..... 6,755

Repayment to Government of Canada under Tax Rental Agreement,  
1952-56..... 5,498,812

12,337,886

1,064,564,509

## LESS:

Net adjustment to certain Accounts at March 31, 1963 (Note 7)..... 380,052

Balance at credit March 31, 1963, carried to Balance Sheet..... \$1,064,184,457

# Surplus on Ordinary Account

FOR FISCAL YEAR ENDED MARCH 31, 1963

(with comparative figures for 1962)

	Year ended March 31, 1963	Year ended March 31, 1962
NET ORDINARY REVENUE.....	\$993,611,901	\$825,352,009
Less—		
Net Ordinary Expenditure (before items below).....	864,033,254	739,047,622
Provision for Sinking Fund.....	39,000,000	35,802,000
Capital Disbursements financed out of Ordinary Revenue.....	90,000,000	50,000,000
NET ORDINARY EXPENDITURE.....	993,033,254	824,849,622
Balance carried to SURPLUS ACCOUNT.....	\$ 578,647	\$ 502,387

NET RECEIPTS

	Year ended March 31, 1963	Year ended March 31, 1962
Net Ordinary Revenue (see Page 10) . . . . .	\$ 993,611,901	\$ 825,352,009
Net Capital Receipts (see Page 12) . . . . .	120,246,546	103,319,740
Public Debt:		
Stock and Debentures . . . . .	89,960,000	195,365,000
Province of Ontario Savings Office—Net increase in deposits with Treasurer of Ontario . . . . .		1,954,603
Proceeds from Sinking Fund Investments . . . . .	18,209,000	22,621,500
Proceeds from Temporary Investments . . . . .	670,012,530	526,775,000
	778,181,530	746,716,103
Total Net Receipts . . . . .	1,892,039,977	1,675,387,852
Add—		
Cash in Banks at April 1st . . . . .	37,105,557	2,249,274
Uninvested Sinking Fund at April 1st . . . . .	30,386,938	43,918,184
	\$1,959,532,472	\$1,721,555,310



# Revenue Fund

MARCH 31, 1963

r 1962)

## NET DISBURSEMENTS

	Year ended March 31, 1963	Year ended March 31, 1962
Net Ordinary Expenditure (see Page 11) .....	\$993,033,254	\$824,849,622
Net Capital Disbursements (see Page 13) .....	173,535,369	194,662,192
Public Debt:		
Stock and Debentures .....	37,268,000	68,603,000
Province of Ontario Savings Office—Net decrease in deposits with Treasurer of Ontario .....	313,546	.....
Investments purchased for Sinking Fund .....	25,317,000	6,673,000
Temporary Investments .....	711,876,813	558,375,000
Redemption of Sandwich, Windsor and Amherstburg Railway Company Bonds (previously assumed by Province) .....	.....	900,000
	774,775,359	634,551,000
Total Net Disbursements .....	1,941,343,982	1,654,062,814
Add—		
Cash in Banks at March 31st (Note 8) .....	11,692,656	37,105,558
Uninvested Sinking Fund at March 31st .....	29,881,146	30,386,938
	\$1,959,532,472	\$1,721,555,310

# *Net Ordinary Revenue*

FOR FISCAL

(with certain)

DEPARTMENT	Year ended March 31, 1963	Year ended March 31, 1962
Agriculture.....	\$ 1,804,230	\$ 1,614,701
Attorney General.....	10,052,998	8,592,026
Economics and Development.....	763,270	673,374
Education.....	4,646,780	2,725,287
Energy Resources.....	245,745	407,709
Health.....	2,022,685	1,498,200
Highways.....	1,574,429	1,541,703
Insurance.....	719,177	752,541
Labour.....	1,212,453	1,140,016
Lands and Forests.....	21,852,509	21,361,245
Mines.....	16,500,147	16,716,507
Municipal Affairs.....	334,359	311,144
Prime Minister.....	45	45
Provincial Secretary and Citizenship.....	2,463,120	2,419,127
Public Welfare.....	48,957	9,399
Public Works.....	1,007,812	978,070
Reform Institutions.....	728,967	750,412
Transport.....	69,634,293	70,304,855
Travel and Publicity.....	283,355	293,525
Treasury.....	857,716,570	693,253,198
Queen's Printer—Stationery Account (net).....		8,925
	<hr/> \$993,611,901	<hr/> \$825,352,009

# Net Ordinary Expenditure

TO MARCH 31, 1963  
(for 1962)

DEPARTMENT	Year ended March 31, 1963	Year ended March 31, 1962
Agriculture.....	\$ 17,138,235	\$ 16,280,048
Attorney General.....	25,053,949	22,482,573
Civil Service.....	845,356	963,945
Economics and Development.....	5,548,143	4,157,185
Education.....	348,367,974	261,723,044
Energy Resources.....	649,465	665,357
Health.....	144,302,638	130,316,189
Highways.....	78,784,248	73,665,402
Insurance.....	451,598	434,001
Labour.....	3,795,819	3,251,779
Lands and Forests.....	25,579,140	26,606,121
Lieutenant Governor.....	37,430	20,215
Mines.....	1,982,053	1,778,421
Municipal Affairs.....	41,771,275	39,530,432
Prime Minister.....	210,313	164,116
Provincial Auditor.....	463,462	461,860
Provincial Secretary and Citizenship.....	3,898,151	3,704,462
Public Welfare.....	56,675,600	54,447,146
Public Works.....	11,848,367	11,221,089
Reform Institutions.....	14,568,611	14,119,596
Transport.....	5,589,310	5,189,141
Travel and Publicity.....	2,128,542	2,107,153
Treasury.....	16,930,544	15,444,685
Queen's Printer—Stationery Account (net).....	6,157	
	<hr/> 806,626,380	<hr/> 688,733,960
Public Debt—Interest, etc.....	57,406,874	50,313,662
	<hr/> 864,033,254	<hr/> 739,047,622
Public Debt—Provision for Sinking Fund.....	39,000,000	35,802,000
	<hr/> 903,033,254	<hr/> 774,849,622
Capital Disbursements financed out of Ordinary Revenue.....	90,000,000	50,000,000
	<hr/> \$993,033,254	<hr/> \$824,849,622

# Net Capital Receipts

FOR FISCAL YEAR ENDED MARCH 31, 1963  
(with comparative figures for 1962)

	Year ended March 31, 1963	Year ended March 31, 1962
<b>Disposal of Assets—Sales, etc.</b>		
Highways and Roads.....	\$ 1,494,062	\$ 613,755
Land and Buildings.....	725,609	771,407
General Works and Improvements.....	693,356	684,841
Other.....	.....	2,000
	<u>\$ 2,913,027</u>	<u>\$ 2,072,003</u>

## Loans and Advances—Repayments

The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds.....	3,404,000	1,914,000
Advances—unsecured.....	1,466,209	1,407,254
Dominion-Provincial Housing.....	1,734,543	1,505,665
The Ontario Municipal Improvement Corporation.....	275,000	.....
The Ontario Junior Farmer Establishment Loan Corporation.....	1,850,000	2,025,000
Other.....	3,024,318	2,639,413
	<u>11,754,070</u>	<u>9,491,332</u>

## Special Funds—Deposits

Vacation-with-Pay Stamps—Sales.....	8,977,478	9,051,248
Public Service Superannuation Fund.....	29,918,371	26,513,160
Motor Vehicle Accident Claims Fund.....	4,695,296	4,347,026
Other.....	21,059,159	14,276,842
	<u>64,650,304</u>	<u>54,188,276</u>

## Deferred Assets, etc.

Provision for Sinking Fund.....	39,000,000	35,802,000
Other.....	1,929,145	1,766,129
	<u>40,929,145</u>	<u>37,568,129</u>
	<u>\$120,246,546</u>	<u>\$103,319,740</u>

# Net Capital Disbursements

FOR FISCAL YEAR ENDED MARCH 31, 1963  
(with comparative figures for 1962)

	Year ended March 31, 1963	Year ended March 31, 1962	
<b>Highways, Buildings, etc.</b>			
Highways and Roads.....	\$173,359,249	\$171,334,752	
Land and Buildings.....	25,532,960	28,400,416	
General Works and Improvements....	3,695,280	2,350,307	
Rural Power Transmission Lines.....	921,284	543,984	
	<u>203,508,773</u>	<u>202,629,459</u>	
Less: Financed out of Ordinary Revenue	90,000,000	50,000,000	
	<u>\$113,508,773</u>	<u>\$152,629,459</u>	
<b>Loans and Advances</b>			
Dominion-Provincial Housing.....	1,843,401	1,814,119	
The Ontario Municipal Improvement Corporation.....	1,024,000	400,000	
Ontario Water Resources Commission..	12,410,328	11,418,109	
Provincial Student-Aid Loans.....	2,331,688	1,866,460	
The Municipality of Metropolitan Toronto.....	10,000,000		
Other.....	<u>2,527,295</u>	<u>2,777,541</u>	
	30,136,712	18,276,229	
<b>Special Funds—Repayments</b>			
Vacation-with-Pay Stamps—Redeemed..	8,759,566	9,923,525	
Public Service Superannuation Fund....	8,106,385	6,751,441	
Motor Vehicle Accident Claims Fund..	4,434,530	3,137,969	
Other.....	<u>3,082,049</u>	<u>2,177,911</u>	
	24,382,530	21,990,846	
<b>Reserves</b>			
Sundry.....	8,542	28,597	
<b>Surplus Account</b>			
Repayment to Government of Canada under Tax Rental Agreement, 1952-56	5,498,812	1,737,061	
	<u>\$173,535,369</u>	<u>\$194,662,192</u>	



# Source and Application of Funds

FOR FISCAL YEAR ENDED MARCH 31, 1963  
(with comparative figures for 1962)

	Year ended March 31, 1963	Year ended March 31, 1962
<b>SOURCE OF FUNDS</b>		
Excess of Ordinary Revenue over Ordinary Expenditure .....	\$ 578,647	\$ 502,387
<b>Items not Requiring an Outlay of Funds</b>		
Provision for Sinking Fund.....	39,000,000	35,802,000
Discount and Exchange on Debentures, written off .....	1,894,375	1,739,133
	<u>40,894,375</u>	<u>37,541,133</u>
<b>Increase in Liabilities</b>		
Debentures Issued (net of discount).....	89,960,000	195,365,000
Demand Deposits with Province of Ontario Savings Office (net) ..	20,901	1,553,936
Superannuation and Retirement Funds (net).....	21,488,767	20,049,130
Other.....	18,804,779	12,148,300
	<u>130,274,447</u>	<u>229,116,366</u>
<b>Decrease in Assets</b>		
Cash on Hand and in Banks.....	48,482,104	.....
Loans and Advances—Repayments.....	11,754,070	9,491,332
Disposal of Assets—Sales, etc.....	2,913,027	2,072,002
Sinking Fund Investments Sold and Matured.....	18,209,000	22,621,500
Uninvested Sinking Fund.....	505,791	13,531,246
Other.....	456	2,853
	<u>81,864,448</u>	<u>47,718,933</u>
	<u>\$253,611,917</u>	<u>\$314,878,819</u>
<b>APPLICATION OF FUNDS</b>		
<b>Investment in Physical Assets</b>		
Highways and Roads.....	\$173,359,249	\$171,334,752
Land and Buildings.....	25,532,960	28,400,416
General Works and Improvements.....	3,695,280	2,350,307
Rural Power Transmission Lines.....	921,284	543,984
	<u>203,508,773</u>	<u>202,629,459</u>
Less: Financed out of Ordinary Revenue.....	90,000,000	50,000,000
	<u>113,508,773</u>	<u>152,629,459</u>
<b>Increase in Other Assets</b>		
Cash on Hand and in Banks.....	.....	34,458,057
Temporary Investments.....	41,864,283	31,600,000
Loans and Advances.....	30,136,712	18,276,229
Sinking Fund Investments Purchased.....	25,317,000	6,673,000
Other.....	18,337	.....
	<u>97,336,332</u>	<u>91,007,286</u>
<b>Decrease in Liabilities</b>		
Debentures Retired.....	37,268,000	68,603,000
Redemption of Sandwich, Windsor and Amherstburg Railway Company Bonds (previously assumed by Province) .....	.....	900,000
Other.....	.....	2,013
	<u>37,268,000</u>	<u>69,505,013</u>
<b>Decrease in Surplus</b>		
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	5,498,812	1,737,061
	<u>\$253,611,917</u>	<u>\$314,878,819</u>

# Sources of Ordinary Revenue

FOR FISCAL YEAR ENDED MARCH 31, 1963

(with comparative figures for 1962)

Government of Canada—	Year Ended March 31, 1963	Year Ended March 31, 1962
Income Tax Collection Agreement (Note 9).....	\$151,844,240	\$120,651,639
Annual Subsidy.....	4,624,070	4,624,070
Interest—Common School Fund.....	74,130	71,136
	<hr/> 156,542,440	<hr/> 125,346,845
 <b>Revenue Derived from Individuals and Corporations Receiving the Benefit of Provincial Services, Special Privileges or the use of Natural Resources and Properties, Profits from Trading, etc.</b>		
Taxation (Note 10).....	626,758,388	496,504,644
Royalties (Note 11).....	13,164,033	13,899,812
Timber, Sand and Gravel, Game and Fish, etc.		
Licenses and Permits (Note 12).....	69,931,107	70,871,112
Motor Vehicles, Hunting and Fishing, Insurance, Marriage, Mines, Theatres, etc.		
Fees.....	21,101,121	19,302,642
Local Registrars, Municipal Policing, Police Magistrates, Crown Attorneys, etc., Mine Recording, Companies and Brokers' Registrations, etc., Motor Vehicle Transfers, Tuition, Exami- nations, Loan and Trust Companies, etc.		
Fines and Penalties.....	2,480,782	2,204,285
Trading Activities.....	87,500,000	82,500,000
The Liquor Control Board of Ontario.		
Public Domain.....	6,397,278	6,617,984
Sales.....	1,623,627	1,636,353
Produce, Live Stock, Equipment, Services, etc.		
Rent, Board, Maintenance of Patients, Perquisites, etc.....	3,425,182	3,159,363
Miscellaneous.....	4,687,943	3,308,969
	<hr/> \$993,611,901	<hr/> \$825,352,009

# Gross Capital Debt

AND INVESTMENT THEREOF AS AT MARCH 31, 1963

(with comparative figures for 1962)

## Funded Debt —

	1963	1962
Stock and Debentures.....	\$1,813,810,000	\$1,760,078,000
Less—Sinking Fund.....	183,788,647	177,186,438
	<u>1,630,021,353</u>	<u>1,582,891,562</u>

## Unfunded Debt —

Demand Deposits with Province of Ontario Savings Office.....	77,069,440	77,048,540
Bank Overdraft.....	10,021,355	
Public Service Superannuation Fund.....	150,298,172	128,486,186
Public Service Retirement Fund.....	1,120,715	1,443,934
Special Funds—Other.....	50,693,404	31,914,397
Housing Corporation Limited—Liabilities.....	1,357,090	1,825,815
The Ontario Junior Farmer Establishment Loan Corporation— Liabilities.....	20,329,111	20,346,652
The Ontario Municipal Improvement Corporation—Liabilities.....	38,463,920	41,015,775
	<u>349,353,207</u>	<u>302,081,299</u>
Gross Capital Debt.....	<u>\$1,979,374,560</u>	<u>\$1,884,972,861</u>

## Investment Thereof —

Revenue-Producing and Realizable Capital Assets—		
Cash on Hand and in Banks.....	\$ .....	\$ 38,460,750
Temporary Investments.....	119,629,283	77,765,000
The Hydro-Electric Power Commission of Ontario—Advances.....	351,298,178	356,168,387
Ontario Northland Transportation Commission—Advances.....	30,207,935	30,207,935
Housing Corporation Limited—Investments.....	2,137,388	2,623,872
The Ontario Junior Farmer Establishment Loan Corporation —Investments.....	19,725,563	21,836,938
The Ontario Municipal Improvement Corporation— Investments.....	55,914,131	56,983,590
Ontario Water Resources Commission—Advances.....	61,364,300	48,953,972
Provincial Student-Aid Loans.....	6,002,177	4,203,238
Loans—Farm, Municipal, etc.....	48,991,483	38,705,479
	<u>695,270,438</u>	<u>675,909,161</u>
Government of Canada.....	4,300,954	4,271,015
Other Capital Assets—		
Highways, Buildings, etc.....	2,309,112,577	2,113,863,481
The Liquor Control Board of Ontario—Investment.....	24,767,012	21,012,292
Other Loans and Advances.....	369,052	624,341
Discount and Exchange on Debentures (less amount amortized).....	13,244,649	14,099,023
	<u>2,347,493,290</u>	<u>2,149,599,137</u>
Total Capital Assets.....	3,047,064,682	2,829,779,313
LESS—Portion of above Capital Assets acquired through invest- ment of Surplus and Reserves.....	1,067,690,122	944,806,452
	<u>\$1,979,374,560</u>	<u>\$1,884,972,861</u>

# Gross Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1963

	1963	1962	Increase 1963 over 1962
Funded Debt .....	\$1,630,021,353	\$1,582,891,562	\$ 47,129,791
Unfunded Debt .....	349,353,207	302,081,299	47,271,908
GROSS CAPITAL DEBT .....	<u>\$1,979,374,560</u>	<u>\$1,884,972,861</u>	<u>\$ 94,401,699</u>

## Gross Capital Debt Increased by—

Capital Disbursements on Highways, Buildings, Public Works, etc..	\$203,508,773	
Less—Capital Receipts .....	\$ 2,913,027	
—Financed out of Ordinary Revenue .....	90,000,000	
	<u>92,913,027</u>	
	110,595,746	
Increase in Temporary Investments .....	41,864,283	
Increase in Advances under The Housing Development Act (net) ..	108,858	
Advances to Ontario Water Resources Commission .....	12,410,328	
Provincial Student-Aid Loans (net) .....	1,805,694	
Increase in Loans to Co-operatives (net) .....	166,295	
Increase in Tile Drainage Loans (net) .....	648,826	
Advance to Improvement District of Manitouwadge (net) .....	59,700	
Purchase of Debentures of Municipality of Metropolitan Toronto ..	10,000,000	
Increase in Sundry Assets of Province of Ontario Savings Office (net)	18,337	
Discount on Debentures issued during year .....	1,040,000	
Repayment to Government of Canada under Tax Rental Agreement, 1952-56 .....	5,498,812	
	<u>184,216,879</u>	

## Gross Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure .....	39,000,000	
Surplus on Ordinary Account .....	578,647	
	<u>39,578,647</u>	
	38,460,750	
Decrease in Cash on Hand and in Banks .....		
Net Repayments on Loans and Advances—		
The Hydro-Electric Power Commission of Ontario	\$ 4,870,209	
Improvement District of Elliot Lake .....	340,500	
Miscellaneous (net) .....	362,247	
	<u>5,572,956</u>	
	486,484	
Decrease in Investments of Housing Corporation Limited .....		
Decrease in Investments of The Ontario Junior Farmer Establish- ment Loan Corporation .....	2,111,375	
Decrease in Investments of The Ontario Municipal Improvement Corporation .....	1,069,459	
Sale of Debentures of Town of Riverside .....	143,558	
Discount and Exchange on Debentures, written off .....	1,894,375	
Increase in Reserves (net) .....	497,576	
	<u>89,815,180</u>	
Net Increase in Gross Capital Debt— .....		<u>\$ 94,401,699</u>

# Net Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1963

	1963	1962	Increase 1963 over 1962
Gross Capital Debt.....	\$1,979,374,560	\$1,884,972,861	\$ 94,401,699
Revenue-Producing and Realizable Assets.....	695,270,438	675,909,161	19,361,277
NET CAPITAL DEBT.....	<u>\$1,284,104,122</u>	<u>\$1,209,063,700</u>	<u>\$ 75,040,422</u>

## Net Capital Debt Increased By—

Capital Disbursements on Highways, Buildings, Public Works, etc.	\$203,508,773	
Less—Capital Receipts.....	\$ 2,913,027	
—Financed out of Ordinary Revenue.....	90,000,000	
	<u>92,913,027</u>	
	110,595,746	
Discount on Debentures issued during year.....	1,040,000	
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	5,498,812	
Miscellaneous Increases.....	25,137	
	<u>117,159,695</u>	

## Net Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure.....	39,000,000	
Surplus on Ordinary Account.....	578,647	
	<u>39,578,647</u>	
Discount and Exchange on Debentures, written off.....	1,894,375	
Repayment of Other Loans and Advances.....	148,219	
Increase in Reserves (net).....	497,576	
Miscellaneous Decreases.....	456	
	<u>42,119,273</u>	

Net Increase in Net Capital Debt— ..... \$ 75,040,422



# Notes

## NOTE 1

This amount consists of (a) Debt Account—\$2,848,290 and (b) Common School Fund—\$1,452,664.

The Debt Account is a capitalized amount, related to the debt of the old Province of Canada, on which the Government of Canada pays the Province interest at 5% per annum.

The Common School Fund, held in trust for Ontario and Quebec jointly, was derived from the sale of Crown lands set aside for the benefit of the common schools by statutes enacted before Confederation. The Provinces receive interest on the Fund at the rate of 5% per annum, in proportion to their respective populations as determined by the latest decennial census.

## NOTE 2 HIGHWAYS, BUILDINGS, ETC.

As at March 31, 1963

Highways and Roads.....	\$1,945,737,203	
Less—Capital Disbursements to October 31, 1933 written off.....	188,111,502	\$1,757,625,701
Rural Power Transmission Lines.....	115,062,227	
Less—Capital Disbursements to October 31, 1933 written off.....	7,016,243	
		108,045,984
Lands and Buildings.....		403,735,060
General Works and Improvements.....		18,537,186
Provincial Parks.....		5,143,702
Niagara Parks Commission—		
Surplus at October 31, 1962.....		7,351,500
The Ontario-St. Lawrence Development Commission—Surplus at March 31, 1963.....		8,673,444
		<u>\$2,309,112,577</u>

## NOTE 3 SINKING FUND—INVESTMENTS

As at March 31, 1963

Securities Issued by the Province.....	\$	PAR VALUE 100,171,500
Bonds Guaranteed by the Province—		
The Hydro-Electric Power Commission of Ontario.....		20,750,000
Ontario Northland Transportation Commission.....		2,505,000
University of Toronto.....		81,000
Government of Canada Bonds.....		30,400,000
		153,907,500
Uninvested Funds as at March 31, 1963.....		29,881,147
		<u>\$ 183,788,647</u>

## NOTE 4 SPECIAL FUNDS

As at March 31, 1963

Public Service Superannuation Fund.....	\$	150,298,173
Motor Vehicle Accident Claims Fund.....		8,664,995
Vacation-with-Pay Stamps—Trust Account.....		6,258,365
Miscellaneous.....		36,890,758
		<u>\$ 202,112,291</u>

## NOTE 5

Items eliminated by Contra in the Balance Sheet of the Province—Advances due to Treasurer of Ontario—

The Ontario Junior Farmer Establishment Loan Corporation.....	\$	200,000
The Ontario Municipal Improvement Corporation.....	\$	13,789,000

## NOTE 6

### CONTINGENT LIABILITIES

As at March 31, 1963

Obligations of—

The Hydro-Electric Power Commission of Ontario.....	\$1,592,700,000
Railway.....	15,356,000
University of Toronto.....	19,000,000
Co-operative Associations.....	10,516,128
Ontario Food Terminal Board.....	5,000,000
Miscellaneous.....	733,000

1,643,305,128

Less—Bonds in Sinking Fund (Note 3)..... 23,336,000

\$1,619,969,128

## NOTE 7

This item is comprised as follows:

Decrease in Income Assets.....	\$3,296,946
Decrease in Income Liabilities.....	1,004,723
	<u>\$4,301,669</u>

Less—

Increase in The Liquor Control Board of Ontario—Investment.....	\$3,754,721
Increase in Surplus of the Niagara Parks Commission.....	166,896
	<u>3,921,617</u>

Net adjustment as shown in Surplus Account..... \$ 380,052

## NOTE 8

The Bank Overdraft shown on the Balance Sheet is reduced by the amount of Province of Ontario Savings Office Cash on Hand and in Banks.

## NOTE 9

The five-year agreement whereby the Province rented its rights to levy individual income tax to the Government of Canada terminated on December 31, 1961. The Province entered into a new agreement for the five years commencing January 1, 1962, whereby the Government of Canada is to collect, as agent for the Province, taxes on the income of individuals levied under The Income Tax Act, 1961-62 of the Statutes of Ontario.

## NOTE 10

	Year Ended March 31, 1963	Year Ended March 31, 1962
Corporations Tax.....	\$185,717,994	\$165,854,287
Gasoline Tax.....	173,135,315	165,193,317
Hospitals Tax (Amusements)...	4,224,715	4,379,848
Land Transfer Tax.....	3,844,280	3,709,969
Logging Tax.....	2,392,768	2,094,386
Mines Profits Tax.....	15,222,195	15,444,439
Motor Vehicle Fuel Tax.....	8,204,235	7,603,060
Race Tracks Tax (Pari-Mutuel).....	6,937,295	6,157,175
Retail Sales Tax.....	175,714,557	78,746,682
Security Transfer Tax.....	2,926,291	3,534,875
Succession Duty.....	44,148,863	40,397,222
Other.....	4,289,880	3,389,384
	<u>\$626,758,388</u>	<u>\$496,504,644</u>

## NOTE 11

Timber Dues, Bonus, etc., amounted to \$12,615,908 in 1963 and \$13,402,507 in 1962.

## NOTE 12

The revenue from Motor Vehicle Licences and Permits amounted to \$62,559,616 in 1963 and \$63,877,924 in 1962.



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PROVINCE OF ONTARIO

# Financial Report

(ABRIDGED)



FOR YEAR ENDED  
MARCH 31st

1964

#### NOTE

Differences of one dollar may be noted as a result of rounding amount to the nearest dollar.

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*Financial Report 1964* (ABRIDGED)

**C O N T E N T S**

3	Treasurer's Foreword
4 and 5	Balance Sheet
6	Surplus Account
7	Surplus on Ordinary Account
8 and 9	Consolidated Revenue Fund
10 and 11	Net Ordinary Revenue and Expenditure
12	Net Capital Receipts
13	Net Capital Disbursements
14	Source and Application of Funds
15	Sources of Ordinary Revenue
16 and 17	Gross Capital Debt
18	Net Capital Debt
19	Notes



THE HONOURABLE JAMES N. ALLAN  
TREASURER OF ONTARIO



## *Treasurer's Foreword*

In continuation of the practice previously adopted, this financial report presents an abridged statement of the Public Accounts of Ontario for the fiscal year ended March 31st, 1964. The Public Accounts in their complete form and the Report of the Provincial Auditor will be laid before the Legislative Assembly at its next Session.

This Report has been prepared so that the main financial statements may be available at an earlier date. The contents should be found useful by financial institutions and others who require up-to-date information on the finances of the Province.

The Treasury Department will be pleased to answer any questions that may arise from a study of the statements that appear in this Report.

James Allan.

Treasurer of Ontario.

Toronto, November, 1964.

## ASSETS

## CAPITAL

	March 31, 1964	March 31, 1963
Cash on Hand and in Banks .....	\$ 72,861,467	\$ .....
Temporary Investments .....	50,089,945	119,629,283
	122,951,412	119,629,283
Loans and Advances—		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds .....	336,798,000	339,302,000
Advances—unsecured .....	10,467,466	11,996,178
Ontario Northland Transportation Commission .....	30,207,935	30,207,935
Housing Corporation Limited—Investments .....	1,649,614	2,137,388
The Ontario Junior Farmer Establishment Loan Corporation—		
Investments .....	20,930,126	19,725,563
The Ontario Municipal Improvement Corporation—Investments .....	54,173,501	55,914,131
The Housing Development Act—Advances .....	14,312,809	14,777,835
Ontario Water Resources Commission—Advances .....	68,583,843	61,364,300
Provincial Student-Aid Loans .....	8,229,818	6,002,177
Municipalities, etc. ....	44,915,135	34,153,078
The Agricultural Development Finance Act—Investments .....		60,570
	590,268,247	575,641,155
Revenue-Producing and Realizable Assets .....	713,219,659	695,270,438
Government of Canada (Note 1) .....	4,300,955	4,300,954
Highways, Buildings, etc. (Note 2) .....	2,523,734,506	2,309,112,577
The Liquor Control Board of Ontario—Investment .....	24,787,611	24,767,012
Other Loans and Advances .....	290,838	369,052
Discount and Exchange on Debentures (less amount amortized) .....	14,354,371	13,244,649
Other Capital Assets .....	2,563,167,326	2,347,493,290
Total Capital Assets .....	3,280,687,940	3,047,064,682

## INCOME

Accounts Receivable (less Reserve) .....	18,032,303	14,147,495
Accrued Interest on Advances secured by bonds—The Hydro-Electric Power Commission of Ontario .....	2,925,558	2,928,631
Interest Receivable (less Reserve)—The Agricultural Development Finance Act .....	412,000	344,000
Equipment, Stores and Materials (less Reserve) .....	12,423,437	11,652,778
Total Income Assets .....	33,793,298	29,072,904
	\$3,314,481,238	\$3,076,137,586

Approved on behalf of the Treasury Department:

H. E. BROWN, F.C.A., Deputy Provincial Treasurer.

W. C. BROWNING, F.C.A., Comptroller of Accounts.

## LIABILITIES

### CAPITAL

March 31, 1964      March 31, 1963

#### Funded Debt—

Stock and Debentures .....	\$1,884,320,000	\$1,813,810,000
Less—Sinking Fund (Note 3) .....	161,941,359	183,788,647
	<u>1,722,378,641</u>	<u>1,630,021,353</u>

#### Unfunded Debt—

Demand Deposits with Province of Ontario Savings Office.....	80,616,017	77,069,440
Bank Overdraft .....		10,021,355
Special Funds (Note 4) .....	198,996,567	202,112,291
Housing Corporation Limited—Liabilities .....	876,401	1,357,090
The Ontario Junior Farmer Establishment Loan Corporation— Liabilities (Note 5) .....	20,440,557	20,329,111
The Ontario Municipal Improvement Corporation—Liabilities (Note 5) .....	33,604,020	38,463,920
Miscellaneous .....	1,051,604	
	<u>335,585,166</u>	<u>349,353,207</u>

Total Capital Liabilities .....	<u>2,057,963,807</u>	<u>1,979,374,560</u>
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### INCOME

Accounts Payable .....	1,649,212	1,775,988
Accrued Interest on Funded Debt .....	23,826,705	22,773,875
	<u>25,475,917</u>	<u>24,549,863</u>
Total Liabilities .....	<u>2,083,439,724</u>	<u>2,003,924,423</u>

### RESERVES

.....	8,693,212	8,028,706
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### SURPLUS

.....	<u>1,222,348,302</u>	<u>1,064,184,457</u>
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#### Contingent Liabilities—

Bonds, etc., Guaranteed by the Province (Note 6) .....	<u>\$1,717,267,414</u>	<u>\$1,619,969,128</u>
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# Surplus Account

FOR FISCAL YEAR ENDED MARCH 31, 1964

Balance at credit March 31, 1963..... \$1,064,184,457

## ADD:

Surplus on Ordinary Account..... \$ 954,469

Provision for Sinking Fund charged to Ordinary Expenditure..... 41,500,000

## Setting up as Capital Assets:

Capital Disbursements financed out of Ordinary  
Revenue..... \$131,000,000

Portion of Expenditures in year ended March 31,  
1964, on:

Provincial Parks..... 151,723

The Ontario-St. Lawrence Development  
Commission..... 528,689

131,680,412

Sundry..... 655

174,135,536

1,238,319,993

## LESS:

Capital Disbursements in year ended October 31, 1934,  
written off:

Highways and Roads..... 18,375,110

Rural Power Transmission Lines..... 292,000

18,667,110

Transfer to Reserve for Farm Loans..... 200,000

Accounts written off as uncollectable (Section 22, The Financial  
Administration Act) (Note 7)..... 146,210

Repayment to Government of Canada under Tax Rental Agreement,  
1952-56..... 1,008,716

20,022,036

1,218,297,957

## ADD:

Net adjustment to certain Accounts at March 31, 1964 (Note 8)..... 4,050,345

Balance at credit March 31, 1964, carried to Balance Sheet..... \$1,222,348,302

# *Surplus on Ordinary Account*

FOR FISCAL YEAR ENDED MARCH 31, 1964

(with comparative figures for 1963)

	Year ended March 31, 1964	Year ended March 31, 1963
NET ORDINARY REVENUE.....	\$1,079,135,679	\$993,611,901
	<hr/>	<hr/>
Less—		
Net Ordinary Expenditure (before items below).....	905,681,210	864,033,254
Provision for Sinking Fund.....	41,500,000	39,000,000
Capital Disbursements financed out of Ordinary Revenue.....	131,000,000	90,000,000
	<hr/>	<hr/>
NET ORDINARY EXPENDITURE.....	1,078,181,210	993,033,254
	<hr/>	<hr/>
Balance carried to SURPLUS ACCOUNT.....	\$ 954,469	\$ 578,647
	<hr/>	<hr/>

## NET RECEIPTS

	Year ended March 31, 1964	Year ended March 31, 1963
Net Ordinary Revenue (see Page 10) .....	\$1,079,135,679	\$ 993,611,901
Net Capital Receipts (see Page 12) .....	108,216,116	120,246,546
Public Debt:		
Stock and Debentures .....	154,493,500	89,960,000
Province of Ontario Savings Office—Net increase in deposits with Treasurer of Ontario .....	2,741,622	.....
Proceeds from Sinking Fund Investments .....	16,125,500	18,209,000
Proceeds from Temporary Investments .....	1,065,781,415	670,012,530
	1,239,142,037	778,181,530
Total Net Receipts .....	2,426,493,832	1,892,039,977
Add—		
Cash in Banks at April 1st .....	11,692,656	37,105,557
Uninvested Sinking Fund at April 1st .....	29,881,147	30,386,938
	\$2,444,682,323	\$1,959,532,472



# Revenue Fund

MARCH 31, 1964  
(1963)

## NET DISBURSEMENTS

	Year ended March 31, 1964	Year ended March 31, 1963
Net Ordinary Expenditure (see Page 11) .....	\$1,078,181,210	\$993,033,254
Net Capital Disbursements (see Page 13) .....	188,806,980	173,535,369
Public Debt:		
Stock and Debentures .....	86,890,000	37,268,000
Province of Ontario Savings Office—Net decrease in deposits with Treasurer of Ontario .....		313,546
Investments purchased for Sinking Fund .....	11,654,500	25,317,000
Temporary Investments .....	996,242,077	711,876,813
	1,094,786,577	774,775,359
Total Net Disbursements .....	2,361,774,767	1,941,343,982
Add—		
Cash in Banks at March 31st (Note 9) .....	70,402,697	11,692,656
Uninvested Sinking Fund at March 31st .....	12,504,859	29,881,146
	\$ 2,444,682,323	\$1,959,532,472

# Net Ordinary Revenue

FOR FISCAL

(with contribution)

DEPARTMENT	Year ended March 31, 1964	Year ended March 31, 1963
Agriculture .....	\$ 2,162,013	\$ 1,804,230
Attorney General .....	10,863,162	10,052,998
Economics and Development .....	3,771	763,270
Education .....	4,222,934	4,646,780
Energy Resources .....	242,395	245,745
Health .....	4,685,215	2,022,685
Highways .....	1,938,399	1,574,429
Insurance .....	745,798	719,177
Labour .....	1,407,039	1,212,453
Lands and Forests .....	22,584,169	21,852,509
Mines .....	11,657,302	16,500,147
Municipal Affairs .....	617,366	334,359
Prime Minister .....	53	45
Provincial Secretary and Citizenship .....	2,548,135	2,463,120
Public Welfare .....	36,511	48,957
Public Works .....	1,269,527	1,007,812
Reform Institutions .....	832,301	728,967
Transport .....	82,673,689	69,634,293
Travel and Publicity .....	1,039,640	283,355
Treasury .....	929,606,260	857,716,570
	<u>\$1,079,135,679</u>	<u>\$993,611,901</u>

# Ordinary Expenditure

MARCH 31, 1964

or 1963)

DEPARTMENT	Year ended March 31, 1964	Year ended March 31, 1963
Agriculture.....	\$ 18,504,746	\$ 17,138,235
Attorney General.....	31,592,359	25,053,949
Civil Service.....	855,342	845,356
Economics and Development.....	5,423,671	5,548,143
Education.....	381 041,328	348,367,974
Energy Resources.....	657,840	649,465
Health.....	122,025,920	144,302,638
Highways.....	81,579,733	78,784,248
Insurance.....	463,374	451,598
Labour.....	4,421,533	3,795,819
Lands and Forests.....	27,815,029	25,579,140
Lieutenant Governor.....	25,487	37,430
Mines.....	2,230,591	1,982,053
Municipal Affairs.....	44,954,733	41,771,275
Prime Minister.....	198,319	210,313
Provincial Auditor.....	530,167	463,462
Provincial Secretary and Citizenship.....	4,074,376	3,898,151
Public Welfare.....	60,690,004	56,675,600
Public Works.....	12,132,778	11,848,367
Reform Institutions.....	16,286,296	14,568,611
Transport.....	6,566,908	5,589,310
Travel and Publicity.....	4,326,771	2,128,542
Treasury.....	18,401,868	16,930,544
Queen's Printer—Stationery Account (net).....	142,780	6,157
	844,941,953	806,626,380
Public Debt—Interest, etc.....	60,739,257	57,406,874
	905,681,210	864,033,254
Public Debt—Provision for Sinking Fund.....	41,500,000	39,000,000
	947,181,210	903,033,254
Capital Disbursements financed out of Ordinary Revenue.....	131,000,000	90,000,000
	\$1,078,181,210	\$993,033,254

# Net Capital Receipts

FOR FISCAL YEAR ENDED MARCH 31, 1964

(with comparative figures for 1963)

	Year ended March 31, 1964	Year ended March 31, 1963
<b>Disposal of Assets—Sales, etc.</b>		
Highways and Roads.....	\$ 1,499,595	\$ 1,494,062
Land and Buildings.....	65,222	725,609
General Works and Improvements.....	679,820	693,356
	<u>\$ 2,244,637</u>	<u>\$ 2,913,027</u>
<b>Loans and Advances—Repayments</b>		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds.....	2,504,000	3,404,000
Advances—unsecured.....	1,528,712	1,466,209
Dominion-Provincial Housing.....	2,496,472	1,734,543
The Ontario Municipal Improvement Corporation.....		275,000
The Ontario Junior Farmer Establishment Loan Corporation.....	200,000	1,850,000
Other.....	3,157,529	3,024,318
	<u>9,886,713</u>	<u>11,754,070</u>
<b>Special Funds—Deposits</b>		
Vacation-with-Pay Stamps—Sales.....	9,071,859	8,977,478
Public Service Superannuation Fund.....	32,649,762	29,918,371
Motor Vehicle Accident Claims Fund.....	7,246,759	4,695,296
Other.....	3,808,968	21,059,159
	<u>52,777,348</u>	<u>64,650,304</u>
<b>Deferred Assets, etc.</b>		
Provision for Sinking Fund.....	41,500,000	39,000,000
Other.....	1,807,418	1,929,145
	<u>43,307,418</u>	<u>40,929,145</u>
	<u>\$108,216,116</u>	<u>\$120,246,546</u>

# Net Capital Disbursements

FOR FISCAL YEAR ENDED MARCH 31, 1964

(with comparative figures for 1963)

	Year ended March 31, 1964	Year ended March 31, 1963
<b>Highways, Buildings, etc.</b>		
Highways and Roads.....	\$199,801,954	\$173,359,249
Land and Buildings.....	28,517,504	25,532,960
General Works and Improvements.....	4,022,090	3,695,280
Rural Power Transmission Lines.....	824,478	921,284
Provincial Parks.....	398,397	.....
	<u>233,564,423</u>	<u>203,508,773</u>
Less: Financed out of Ordinary Revenue	131,000,000	90,000,000
	<u>\$102,564,423</u>	<u>\$113,508,773</u>
<b>Loans and Advances</b>		
Dominion-Provincial Housing.....	2,031,446	1,843,401
The Ontario Municipal Improvement Corporation.....	2,446,000	1,024,000
Ontario Water Resources Commission..	7,282,660	12,410,328
The Ontario Junior Farmer Establishment Loan Corporation.....	1,500,000	.....
Provincial Student-Aid Loans.....	2,916,191	2,331,688
The Municipality of Metropolitan Toronto.....	10,000,000	10,000,000
Other.....	3,175,835	2,527,295
	<u>29,352,132</u>	<u>30,136,712</u>
<b>Special Funds—Repayments</b>		
Vacation-with-Pay Stamps—Redeemed..	9,341,249	8,759,566
Public Service Superannuation Fund...	9,620,205	8,106,385
Motor Vehicle Accident Claims Fund..	4,009,065	4,434,530
Ontario Hospital Services Commission..	30,865,385	675,000
Other.....	2,041,335	2,407,049
	<u>55,877,239</u>	<u>24,382,530</u>
<b>Reserves</b>		
Sundry.....	4,470	8,542
<b>Surplus Account</b>		
Repayment to Government of Canada under Tax Rental Agreement, 1952-56	1,008,716	5,498,812
	<u>\$188,806,980</u>	<u>\$173,535,369</u>

# Source and Application of Funds

FOR FISCAL YEAR ENDED MARCH 31, 1964

(with comparative figures for 1963)

SOURCE OF FUNDS	Year ended March 31, 1964	Year ended March 31, 1963
<b>Excess of Ordinary Revenue over Ordinary Expenditure</b> .....	\$ 954,469	\$ 578,467
<b>Items not Requiring an Outlay of Funds</b>		
Provision for Sinking Fund.....	41,500,000	39,000,000
Discount and Exchange on Debentures, written off .....	1,796,778	1,894,375
	43,296,778	40,894,375
<b>Increase in Liabilities</b>		
Debentures Issued (net of discount).....	154,493,500	89,960,000
Demand Deposits with Province of Ontario Savings Office (net) ..	3,546,576	20,901
Superannuation and Retirement Funds (net) .....	23,266,220	21,488,767
Other.....	4,504,790	18,804,779
	185,811,086	130,274,447
<b>Decrease in Assets</b>		
Cash on Hand and in Banks.....		48,482,104
Temporary Investments.....	69,539,338	
Loans and Advances—Repayments.....	9,886,713	11,754,070
Disposal of Assets—Sales, etc.....	2,244,637	2,913,027
Sinking Fund Investments Sold and Matured.....	16,125,500	18,209,000
Uninvested Sinking Funds.....	17,376,288	505,791
Other.....	655	456
	115,173,131	81,864,448
	<u>\$345,235,464</u>	<u>\$253,611,917</u>
<b>APPLICATION OF FUNDS</b>		
<b>Investment in Physical Assets</b>		
Highways and Roads.....	\$199,801,954	\$173,359,249
Land and Buildings.....	28,517,504	25,532,960
General Works and Improvements.....	4,420,487	3,695,280
Rural Power Transmission Lines.....	824,478	921,284
	233,564,423	203,508,773
Less: Financed out of Ordinary Revenue.....	131,000,000	90,000,000
	102,564,423	113,508,773
<b>Increase in Other Assets</b>		
Cash on Hand and in Banks.....	82,882,822	
Temporary Investments.....		41,864,283
Loans and Advances.....	29,352,132	30,136,712
Sinking Fund Investments Purchased.....	11,654,500	25,317,000
Other.....	17,486	18,337
	123,906,940	97,336,332
<b>Decrease in Liabilities</b>		
Debentures Retired.....	86,890,000	37,268,000
Other.....	30,865,385	
	117,755,385	37,268,000
<b>Decrease in Surplus</b>		
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	1,008,716	5,498,812
	<u>\$345,235,464</u>	<u>\$253,611,917</u>



# Sources of Ordinary Revenue

FOR FISCAL YEAR ENDED MARCH 31, 1964

(with comparative figures for 1963)

Government of Canada—	Year Ended March 31, 1964	Year Ended March 31, 1963
Annual Subsidies .....	\$ 4,624,070	\$ 4,624,070
Interest—Common School Fund .....	72,633	74,130
	<hr/> 4,696,703	<hr/> 4,698,200
Revenue Derived from Individuals and Corporations Receiving the Benefit of Provincial Services, Special Privileges or the use of Natural Resources and Properties, Profits from Trading, etc.		
Taxation (Notes 10 and 11) .....	836,040,573	778,602,628
Royalties (Note 12) .....	13,892,014	13,164,033
Timber, Game and Fish, Sand and Gravel, etc.		
Licenses and Permits (Note 13) .....	83,533,729	69,931,107
Motor Vehicles, Hunting and Fishing, Insurance, Mines, Marriage, Theatres, etc.		
Fees .....	22,022,228	21,101,121
Local Registrars, Municipal Policing, Magistrates, Crown Attorneys, Sheriffs, etc., Motor Vehicles, Companies' and Brokers' Registrations, etc., Tuition, Examinations, Parks, Inspections, Mine Recording, etc.		
Fines and Penalties .....	2,514,493	2,480,782
Trading Activities .....	97,100,000	87,500,000
The Liquor Control Board of Ontario.		
Public Domain .....	6,137,560	6,397,278
Water Rentals, Crown Land Leases, etc.		
Sales .....	1,864,038	1,623,627
Produce, Live Stock, Equipment, Services, etc.		
Rent, Board, Maintenance of Patients, Perquisites, etc. ....	6,806,387	3,425,182
Miscellaneous .....	4,527,954	4,687,943
	<hr/> \$1,079,135,679	<hr/> \$993,611,901

# Gross Capital Debt

AND INVESTMENT THEREOF AS AT MARCH 31, 1964

(with comparative figures for 1963)

## Funded Debt —

	1964	1963
Stock and Debentures .....	\$1,884,320,000	\$1,813,810,000
Less—Sinking Fund .....	161,941,359	183,788,647
	<u>1,722,378,641</u>	<u>1,630,021,353</u>

## Unfunded Debt —

Demand Deposits with Province of Ontario Savings Office .....	80,616,017	77,069,440
Bank Overdraft .....		10,021,355
Public Service Superannuation Fund .....	173,327,730	150,298,172
Public Service Retirement Fund .....	1,357,377	1,120,715
Special Funds—Other .....	24,311,460	50,693,404
Housing Corporation Limited—Liabilities .....	876,401	1,357,090
The Ontario Junior Farmer Establishment Loan Corporation— Liabilities .....	20,440,557	20,329,111
The Ontario Municipal Improvement Corporation—Liabilities .....	33,604,020	38,463,920
Miscellaneous .....	1,051,604	
	<u>335,585,166</u>	<u>349,353,207</u>
Gross Capital Debt .....	<u>\$2,057,963,807</u>	<u>\$1,979,374,560</u>

## Investment Thereof —

Revenue-Producing and Realizable Capital Assets—		
Cash on Hand and in Banks .....	\$ 72,861,467	\$ .....
Temporary Investments .....	50,089,945	119,629,283
The Hydro-Electric Power Commission of Ontario—Advances .....	347,265,466	351,298,178
Ontario Northland Transportation Commission—Advances .....	30,207,935	30,207,935
Housing Corporation Limited—Investments .....	1,649,614	2,137,388
The Ontario Junior Farmer Establishment Loan Corporation —Investments .....	20,930,126	19,725,563
The Ontario Municipal Improvement Corporation— Investments .....	54,173,501	55,914,131
Ontario Water Resources Commission—Advances .....	68,583,843	61,364,300
Provincial Student-Aid Loans .....	8,229,818	6,002,177
Loans—Farm, Municipal, etc. ....	59,227,944	48,991,483
	<u>713,219,659</u>	<u>695,270,438</u>
Government of Canada .....	4,300,955	4,300,954
Other Capital Assets—		
Highways, Buildings, etc. ....	2,523,734,505	2,309,112,577
The Liquor Control Board of Ontario—Investment .....	24,787,611	24,767,012
Other Loans and Advances .....	290,838	369,052
Discount and Exchange on Debentures (less amount amortized) .....	14,354,371	13,244,649
	<u>2,563,167,326</u>	<u>2,347,493,290</u>
Total Capital Assets .....	3,280,687,940	3,047,064,682
LESS—Portion of above Capital Assets acquired through invest- ment of Surplus and Reserves .....	1,222,724,133	1,067,690,122
	<u>\$2,057,963,807</u>	<u>\$1,979,374,560</u>

# Gross Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1964

	1964	1963	Increase 1964 over 1963
Funded Debt.....	\$1,722,378,641	\$1,630,021,353	\$ 92,357,288
Unfunded Debt.....	335,585,166	349,353,207	13,768,041
GROSS CAPITAL DEBT.....	<u>\$2,057,963,807</u>	<u>\$1,979,374,560</u>	<u>\$ 78,589,247</u>

## Gross Capital Debt Increased By—

Capital Disbursements on Highways, Buildings, Public Works, etc.....	\$233,564,423	
Less—Capital Receipts.....	\$ 2,244,637	
—Financed out of Ordinary Revenue.....	131,000,000	
	<u>133,244,637</u>	
	100,319,786	
Increase in Cash on Hand and in Banks.....	72,861,467	
Increase in Investments of The Ontario Junior Farmer Establishment Loan Corporation.....	1,204,563	
Advances to Ontario Water Resources Commission.....	7,219,543	
Provincial Student-Aid Loans (net).....	2,227,641	
Increase in Loans to Co-operatives (net).....	466,796	
Increase in Tile Drainage Loans (net).....	801,463	
Purchase of Debentures of Municipality of Metropolitan Toronto...	9,859,000	
Increase in Sundry Assets of Province of Ontario Savings Office (net)	17,486	
Discount on Debentures issued during year.....	2,906,500	
Mortgage assumed on acquisition of building.....	1,051,604	
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	1,008,716	
	<u>\$199,944,565</u>	

## Gross Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure.....	41,500,000	
Surplus on Ordinary Account.....	954,469	
	<u>42,454,469</u>	
Decrease in Temporary Investments.....	69,539,338	
Net Repayments on Loans and Advances—		
The Hydro-Electric Power Commission of Ontario..	\$4,032,712	
Improvement District of Elliot Lake.....	307,500	
Miscellaneous (net).....	66,586	
	<u>4,406,798</u>	
Decrease in Investments of Housing Corporation Limited.....	487,774	
Decrease in Advances under The Housing Development Act (net)...	465,026	
Decrease in Investments of The Ontario Municipal Improvement Corporation.....	1,740,630	
Discount and Exchange on Debentures, written off.....	1,796,778	
Increase in Reserves (net).....	464,505	
	<u>121,355,318</u>	
Net Increase in Gross Capital Debt—		<u>\$ 78,589,247</u>

# Net Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1964

	1964	1963	Increase 1964 over 1963
Gross Capital Debt .....	\$2,057,963,807	\$1,979,374,560	\$ 78,589,247
Revenue-Producing and Realizable Assets .....	713,219,659	695,270,438	17,949,221
NET CAPITAL DEBT .....	<u>\$1,344,744,148</u>	<u>\$1,284,104,122</u>	<u>\$ 60,640,026</u>

## Net Capital Debt Increased By—

Capital Disbursements on Highways, Buildings, Public Works, etc. .	\$233,564,423	
Less—Capital Receipts .....	\$ 2,244,637	
—Financed out of Ordinary Revenue .....	<u>131,000,000</u>	
	133,244,637	
	100,319,786	
Miscellaneous Increases .....	87,300	
Discount on Debentures issued during year .....	2,906,500	
Mortgage assumed on acquisition of building .....	1,051,604	
Repayment to Government of Canada under Tax Rental Agreement, 1952-56 .....	<u>1,008,716</u>	
		\$105,373,906

## Net Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure .....	41,500,000	
Surplus on Ordinary Account .....	<u>954,469</u>	
	42,454,469	
Discount and Exchange on Debentures, written off .....	1,796,778	
Repayment of Other Loans and Advances .....	17,473	
Increase in Reserves (net) .....	464,505	
Miscellaneous Decreases .....	<u>655</u>	
		44,733,880

Net Increase in Net Capital Debt— ..... \$ 60,640,026

## NOTE 1

This amount consists of (a) Debt Account—\$2,848,290 and (b) Common School Fund—\$1,452,665.

The Debt Account is a capitalized amount, related to the debt of the old Province of Canada, on which the Government of Canada pays the Province interest at 5% per annum.

The Common School Fund, held in trust for Ontario and Quebec jointly, was derived from the sale of Crown lands set aside for the benefit of the common schools by statutes enacted before Confederation. The Provinces receive interest on the Fund at the rate of 5% per annum, in proportion to their respective populations as determined by the latest decennial census.

## NOTE 2 HIGHWAYS, BUILDINGS, ETC. As at March 31, 1964

Highways and Roads.....	\$2,144,039,562	
Less—Capital Disbursements to October 31, 1934 written off.....	206,486,612	
		\$1,937,552,950
Rural Power Transmission Lines.....	115,886,705	
Less—Capital Disbursements to October 31, 1934 written off.....	7,308,243	
		108,578,462
Land and Buildings.....	433,240,776	
General Works and Improvements.....	21,879,456	
Provincial Parks.....	5,693,823	
Niagara Parks Commission— Surplus at October 31, 1963.....	7,586,906	
The Ontario-St. Lawrence Development Commis- sion—Surplus at March 31, 1964.....	9,202,133	
		<u>\$2,523,734,506</u>

## NOTE 3 SINKING FUND—INVESTMENTS As at March 31, 1964

	PAR VALUE
Securities Issued by the Province.....	\$ 95,702,500
Bonds Guaranteed by the Province— The Hydro-Electric Power Commission of Ontario.....	20,750,000
Ontario Northland Transportation Commission.....	2,503,000
University of Toronto.....	81,000
Government of Canada Bonds.....	30,400,000
	149,436,500
Uninvested Funds as at March 31, 1964.....	12,504,859
	<u>\$ 161,941,359</u>

## NOTE 4 SPECIAL FUNDS As at March 31, 1964

Public Service Superannuation Fund.....	\$ 173,327,730
Public Service Retirement Fund.....	1,357,377
Motor Vehicle Accident Claims Fund.....	11,902,689
Vacation-with-Pay Stamps—Trust Account.....	5,988,974
Miscellaneous.....	6,419,797
	<u>\$ 198,996,567</u>

## NOTE 5

Items eliminated by Contra in the Balance Sheet of the Province—Advances due to Treasurer of Ontario—

The Ontario Junior Farmer Establishment Loan Corporation.....	\$ 1,500,000
The Ontario Municipal Improvement Cor- poration.....	16,235,000

## NOTE 6 CONTINGENT LIABILITIES As at March 31, 1964

Obligations of—	
The Hydro-Electric Power Commission of Ontario.....	\$1,684,943,300
Railway.....	17,823,000
University of Toronto.....	19,000,000
Co-operative Associations.....	11,290,305
Ontario Food Terminal Board.....	5,000,000
Miscellaneous.....	2,544,809
	1,740,601,414
Less—Bonds in Sinking Fund (Note 3).....	23,334,000
	<u>\$1,717,267,414</u>

## NOTE 7

Accounts written off as uncollectable—

The Ontario Telephone Development Corporation— Capital Loss.....	\$ 60,741
Ontario Water Resources Commission—Advances— Interest forgiven.....	63,117
The Farm Loans Act— Farm Loan Associations.....	\$ 20,518
Capital Stock in Associations (Less Reserve provided).....	1,834
	22,352
	<u>\$ 146,210</u>

## NOTE 8

This item is comprised as follows:

Increase in Income Assets.....	\$4,720,394
Increase in The Liquor Control Board of Ontario— Investment.....	20,599
Increase in Surplus of the Niagara Parks Commis- sion.....	235,406
	\$4,976,399
Less—Decrease in Income Liability.....	926,054
	<u>\$4,050,345</u>

## NOTE 9

The Cash on Hand and in Banks shown on the Balance Sheet exceeds this figure by the amount of Province of Ontario Savings Office Cash on Hand and in Banks.

## NOTE 10

The five-year agreement whereby the Province rented its rights to levy individual income tax to the Government of Canada terminated on December 31, 1961. The Province entered into a new agreement for the five years commencing January 1, 1962, whereby the Government of Canada is to collect, as agent for the Province, taxes on the income of individuals levied under The Income Tax Act, 1961-62 of the Statutes of Ontario.

## NOTE 11

	Year Ended March 31, 1964	Year Ended March 31, 1963
Income Tax.....	\$164,369,708	\$151,844,240
Corporations Tax.....	209,672,035	185,717,994
Gasoline Tax.....	183,649,850	173,135,315
Hospitals Tax (Amusements).....	4,874,551	4,224,715
Land Transfer Tax.....	4,474,930	3,844,280
Logging Tax.....	3,174,605	2,392,768
Mines Profits Tax.....	10,362,297	15,222,195
Motor Vehicle Fuel Tax.....	9,390,231	8,204,235
Race Tracks Tax (Pari-Mutuel).....	7,998,120	6,937,295
Retail Sales Tax.....	186,534,521	175,714,557
Security Transfer Tax.....	3,086,140	2,926,291
Succession Duty.....	44,120,835	44,148,863
Other.....	4,332,750	4,289,880
	<u>\$836,040,573</u>	<u>\$778,602,628</u>

## NOTE 12

Timber Dues, Bonus, etc., amounted to \$13,335,637 in 1964 and \$12,615,908 in 1963.

## NOTE 13

The revenue from Motor Vehicle Licences and Permits amounted to \$75,743,610 in 1964 and \$62,559,616 in 1963.





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Government  
Publications

PROVINCE OF ONTARIO

# Financial Report

(ABRIDGED)



FOR YEAR ENDED  
MARCH 31st

1965

#### NOTE

Differences of one dollar may be noted as a result of rounding amount to the nearest dollar.

# *Financial Report 1965* (ABRIDGED)

## C O N T E N T S

3	Treasurer's Foreword
4 and 5	Balance Sheet
6	Surplus Account
7	Surplus on Ordinary Account
8 and 9	Consolidated Revenue Fund
10 and 11	Net Ordinary Revenue and Expenditure
12	Net Capital Receipts
13	Net Capital Disbursements
14	Source and Application of Funds
15	Sources of Ordinary Revenue
16 and 17	Gross Capital Debt
18	Net Capital Debt
19 and 20	Notes



THE HONOURABLE JAMES N. ALLAN  
TREASURER OF ONTARIO

## *Treasurer's Foreword*

In continuation of the practice previously adopted, this financial report presents an abridged statement of the Public Accounts of Ontario for the fiscal year ended March 31st, 1965. The Public Accounts in their complete form and the Report of the Provincial Auditor will be laid before the Legislative Assembly at its next Session.

This Report has been prepared so that the main financial statements may be available at an earlier date. The contents should be found useful by financial institutions and others who require up-to-date information on the finances of the Province.

The Treasury Department will be pleased to answer any questions that may arise from a study of the statements that appear in this Report.

James Allan.

Treasurer of Ontario.

Toronto, December, 1965.

## ASSETS

### CAPITAL

March 31, 1965      March 31, 1964

Cash on Hand and in Banks.....	\$ 76,546,537	\$ 72,861,467
Temporary Investments.....	89,466,000	50,089,945
	<u>166,012,537</u>	<u>122,951,412</u>
Loans and Advances—		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds.....	336,798,000	336,798,000
Advances—unsecured.....	8,874,532	10,467,466
Provincial Crown Corporations—Investments (Note 1).....	153,756,088	91,066,050
Ontario Water Resources Commission—Advances.....	75,976,544	68,583,843
Ontario Northland Transportation Commission.....	30,207,935	30,207,935
Provincial Student-Aid Loans.....	7,311,564	8,229,818
Municipalities.....	57,197,494	30,952,801
Miscellaneous.....	16,793,882	13,962,334
	<u>686,916,039</u>	<u>590,268,247</u>
Revenue-Producing and Realizable Assets.....	852,928,576	713,219,659
Government of Canada (Note 2).....	4,300,955	4,300,955
Highways, Buildings, etc. (Note 3).....	2,774,931,182	2,523,734,506
Liquor Control Board of Ontario—Investment.....	24,945,863	24,787,611
Other Loans and Advances.....	262,306	290,838
Discount and Exchange on Debentures (less amount amortized).....	15,552,410	14,354,371
Other Capital Assets.....	2,815,691,761	2,563,167,326
Total Capital Assets.....	<u>3,672,921,292</u>	<u>3,280,687,940</u>

### INCOME

Accounts Receivable (less Reserve).....	22,919,304	18,032,303
Accrued Interest on Advances secured by bonds—		
The Hydro-Electric Power Commission of Ontario.....	2,925,558	2,925,558
Interest Receivable (less Reserve)—		
The Agricultural Development Finance Act.....	317,000	412,000
Equipment, Stores and Materials (less Reserve).....	12,058,688	12,423,437
Total Income Assets.....	<u>38,220,550</u>	<u>33,793,298</u>
	<u>\$3,711,141,842</u>	<u>\$3,314,481,238</u>

Approved on behalf of the Treasury Department:  
H. E. BROWN, F.C.A., Deputy Provincial Treasurer.  
G. McINTYRE, C.A., Comptroller of Accounts.



## LIABILITIES

### CAPITAL

March 31, 1965

March 31, 1964

#### Funded Debt—

Stock and Debentures .....	\$1,998,107,000	\$1,884,320,000
Less—Sinking Fund (Note 4) .....	154,821,293	161,941,359
	<u>1,843,285,707</u>	<u>1,722,378,641</u>

#### Unfunded Debt—

Demand Deposits with Province of Ontario Savings Office .....	81,075,012	80,616,017
Special Funds (Note 5) .....	241,073,603	198,996,567
Provincial Crown Corporations—Liabilities (Note 1) .....	51,866,944	54,920,978
Miscellaneous .....	956,235	1,051,604
	<u>374,971,794</u>	<u>335,585,166</u>

Total Capital Liabilities .....	<u>2,218,257,501</u>	<u>2,057,963,807</u>
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### INCOME

Accounts Payable .....	2,435,959	1,649,212
Accrued Interest on Funded Debt .....	26,371,471	23,826,705
Total Income Liabilities .....	<u>28,807,430</u>	<u>25,475,917</u>
Total Liabilities .....	<u>2,247,064,931</u>	<u>2,083,439,724</u>

### RESERVES

	9,401,100	8,693,212
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### SURPLUS

	<u>1,454,675,811</u>	<u>1,222,348,302</u>
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	<u>\$3,711,141,842</u>	<u>\$3,314,481,238</u>
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#### Contingent Liabilities—

Bonds, etc., Guaranteed by the Province (Note 6) .....	\$1,753,829,158	\$1,717,267,414
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# Surplus Account

FOR FISCAL YEAR ENDED MARCH 31, 1965

Balance at credit March 31, 1964..... \$1,222,348,302

## ADD:

Surplus on Ordinary Account..... \$ 440,676

Provision for Sinking Fund charged to Ordinary Expenditure..... 40,000,000

## Setting up as Capital Assets:

Capital Disbursements financed out of Ordinary  
Revenue..... \$187,000,000

Portion of Expenditures in year ended March 31,  
1965 on:

Provincial Parks..... 202,794

The St. Lawrence Parks Commission..... 373,977

187,576,771

Setting up Accrued Interest and other adjustments to Provincial  
Crown Corporations (Note 7)..... 6,708,208

Sundry..... 490

234,726,145

1,457,074,447

## LESS:

Capital Disbursements in five months ended  
March 31, 1935, written off:

Highways and Roads..... 4,632,672

Rural Power Transmission Lines..... 120,000

4,752,672

Accounts written off as uncollectable (Section 22, The Financial  
Administration Act) (Note 8)..... 19,869

Repayment to Government of Canada under Tax Rental Agree-  
ment, 1952-56..... 223,731

4,996,272

1,452,078,175

## ADD:

Net adjustment to certain Accounts at March 31, 1965 (Note 9)..... 2,597,636

Balance at credit March 31, 1965, carried to Balance Sheet..... \$1,454,675,811

# *Surplus on Ordinary Account*

FOR FISCAL YEAR ENDED MARCH 31, 1965

(with comparative figures for 1964)

	Year ended March 31, 1965	Year ended March 31, 1964
NET ORDINARY REVENUE.....	\$1,237,244,493	\$1,079,135,679
Less—		
Net Ordinary Expenditure (before items below).....	1,009,803,817	905,681,210
Provision for Sinking Fund.....	40,000,000	41,500,000
Capital Disbursements financed out of Ordinary Revenue..	187,000,000	131,000,000
NET ORDINARY EXPENDITURE.....	1,236,803,817	1,078,181,210
Balance carried to SURPLUS ACCOUNT.....	\$ 440,676	\$ 954,469

**NET RECEIPTS**

	Year ended March 31, 1965	Year ended March 31, 1964
Net Ordinary Revenue (see Page 10).....	\$1,237,244,493	\$1,079,135,679
Net Capital Receipts (see Page 12).....	118,215,231	108,216,116
Public Debt:		
Stock and Debentures.....	159,568,750	154,493,500
Province of Ontario Savings Office—Net increase in deposits with Treasurer of Ontario.....	2,077,472	2,741,622
Proceeds from Sinking Fund Investments.....	6,730,000	16,125,500
Proceeds from Temporary Investments.....	887,925,735	1,065,781,415
	1,056,301,957	1,239,142,037
Total Net Receipts.....	2,411,761,681	2,426,493,832
Add—		
Cash in Banks at April 1st.....	70,402,697	11,692,656
Uninvested Sinking Fund at April 1st.....	12,504,859	29,881,147
	\$2,494,669,237	\$2,444,682,323

# Revenue Fund

MARCH 31, 1965  
1964)

## NET DISBURSEMENTS

	Year ended March 31, 1965	Year ended March 31, 1964
Net Ordinary Expenditure (see Page 11).....	\$1,236,803,817	\$1,078,181,210
Net Capital Disbursements (see Page 13).....	194,041,362	188,806,980
Public Debt:		
Stock and Debentures.....	48,713,000	86,890,000
Investments purchased for Sinking Fund.....	9,267,000	11,654,500
Temporary Investments.....	927,301,790	996,242,077
	985,281,790	1,094,786,577
Total Net Disbursements.....	2,416,126,969	2,361,774,767
Add—		
Cash in Banks at March 31st (Note 10).....	75,694,475	70,402,697
Uninvested Sinking Fund at March 31st.....	2,847 793	12,504,859
	\$2,494,669,237	\$2,444,682,323

# Net Ordinary Revenue

FOR FISCAL

(with com

DEPARTMENT	Year ended March 31, 1965	Year ended March 31, 1964
Agriculture.....	\$ 2,396,856	\$ 2,162,013
Attorney General.....	12,543,864	10,863,162
Economics and Development.....	17,141	3,771
Education.....	5,355,202	4,222,934
Energy and Resources Management.....	299,663	242,395
Health.....	4,669,556	4,685,215
Highways.....	2,964,070	1,938,399
*Insurance.....		745,798
Labour.....	1,470,024	1,407,039
Lands and Forests.....	23,273,311	22,584,169
Mines.....	16,153,324	11,657,302
Municipal Affairs.....	579,666	617,366
Prime Minister.....	57	53
Provincial Secretary and Citizenship.....	3,095,512	2,548,135
Public Welfare.....	30,169	36,511
Public Works.....	1,273,952	1,269,527
Reform Institutions.....	868,144	832,301
Tourism and Information.....	1,126,740	1,039,640
Transport.....	88,811,338	82,673,689
Treasury.....	1,072,315,904	929,606,260
	<u>\$1,237,244,493</u>	<u>\$1,079,135,679</u>

\*Department of Insurance was t



# Ordinary Expenditure

MARCH 31, 1965  
(1964)

DEPARTMENT	Year ended March 31, 1965	Year ended March 31, 1964
Agriculture.....	\$ 20,481,926	\$ 18,504,746
Attorney General.....	34,165,803	31,592,359
Civil Service.....	1,012,911	855,342
Economics and Development.....	9,857,115	5,423,671
Education.....	416,852,568	381,041,328
Energy and Resources Management.....	6,119,865	657,840
Health.....	154,601,128	122,025,920
Highways.....	88,538,129	81,579,733
*Insurance.....	.....	463,374
Labour.....	5,086,661	4,421,533
Lands and Forests.....	28,667,275	27,815,029
Lieutenant Governor.....	26,121	25,487
Mines.....	2,545,421	2,230,591
Municipal Affairs.....	41,221,618	44,954,733
Prime Minister.....	214,966	198,319
Provincial Auditor.....	533,649	530,167
Provincial Secretary and Citizenship.....	5,136,373	4,074,376
Public Welfare.....	69,169,714	60,690,004
Public Works.....	13,781,548	12,132,778
Reform Institutions.....	16,883,724	16,286,296
Tourism and Information.....	5,003,145	4,326,771
Transport.....	7,208,163	6,566,908
Treasury.....	19,977,573	18,401,868
University Affairs.....	233,437	.....
Queen's Printer—Stationery Account (net).....	44,206	142,780
	947,363,039	844,941,953
Public Debt—Interest, etc.....	62,440,778	60,739,257
	1,009,803,817	905,681,210
Public Debt—Provision for Sinking Fund.....	40,000,000	41,500,000
	1,049,803,817	947,181,210
Capital Disbursements financed out of Ordinary Revenue.....	187,000,000	131,000,000
	\$1,236,803,817	\$1,078,181,210

of Attorney General in 1965.

# Net Capital Receipts

FOR FISCAL YEAR ENDED MARCH 31, 1965  
(with comparative figures for 1964)

	Year ended March 31, 1965	Year ended March 31, 1964
<b>Disposal of Assets—Sales, etc.</b>		
Highways and Roads.....	\$1,142,484	\$1,499,595
Land and Buildings.....	78,760	65,222
General Works and Improvements.....	515,991	679,820
	<hr/> \$ 1,737,235	<hr/> \$ 2,244,637

## Loans and Advances—Repayments

The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds.....		2,504,000
Advances—unsecured.....	1,592,934	1,528,712
Dominion-Provincial Housing.....	958,402	2,496,472
Provincial Student-Aid Loans.....	1,023,066	688,549
The Ontario Junior Farmer Establishment Loan Corporation.....		200,000
Other.....	2,573,401	2,468,980
	<hr/> 6,147,803	<hr/> 9,886,713

## Special Funds—Deposits

Vacation-with-Pay Stamps—Sales.....	8,620,918	9,071,859
Public Service Superannuation Fund.....	35,813,977	32,649,762
Motor Vehicle Accident Claims Fund.....	4,680,760	7,246,759
Hospital Services Commission of Ontario..	12,000,000	.....
Other.....	7,328,845	3,808,968
	<hr/> 68,444,500	<hr/> 52,777,348

## Deferred Assets, etc.

Provision for Sinking Fund.....	40,000,000	41,500,000
Other.....	1,885,693	1,807,418
	<hr/> 41,885,693	<hr/> 43,307,418
	<hr/> \$118,215,231	<hr/> \$108,216,116

# Net Capital Disbursements

FOR FISCAL YEAR ENDED MARCH 31, 1965  
(with comparative figures for 1964)

	Year ended March 31, 1965	Year ended March 31, 1964
<b>Highways, Buildings, etc.</b>		
Highways and Roads.....	\$212,143,161	\$199,801,954
Land and Buildings.....	36,020,191	28,517,504
General Works and Improvements.....	6,129,250	4,022,090
Rural Power Transmission Lines.....	519,872	824,478
Provincial Parks.....	917,485	398,397
	255,729,959	233,564,423
Less: Financed out of Ordinary Revenue	187,000,000	131,000,000
	\$ 68,729,959	\$102,564,423
<b>Loans and Advances</b>		
Dominion-Provincial Housing.....	1,241,991	2,031,446
The Ontario Municipal Improvement Corporation.....	1,384,500	2,446,000
Ontario Water Resources Commission..	7,399,598	7,282,660
The Ontario Junior Farmer Establishment Loan Corporation.....	9,200,000	1,500,000
Provincial Student-Aid Loans.....	114,470	2,916,191
The Municipality of Metropolitan Toronto.....	20,000,000	10,000,000
The Ontario Universities Capital Aid Corporation.....	45,600,000	.....
The Municipal Works Assistance Act....	5,860,323	.....
The Sheridan Park Corporation.....	2,000,000	.....
The Public Hospitals Act, Sec. 5a.....	3,079,000	.....
Other.....	2,694,077	3,175,835
	98,573,959	29,352,132
<b>Special Funds—Repayments</b>		
Vacation-with-Pay Stamps—Redeemed..	8,665,774	9,341,249
Public Service Superannuation Fund....	12,082,819	9,620,205
Motor Vehicle Accident Claims Fund....	3,339,569	4,009,065
Hospital Services Commission of Ontario	96,500	30,865,385
Other.....	2,182,802	2,041,335
	26,367,464	55,877,239
<b>Miscellaneous</b>		
Repayments of Mortgage Principal.....	134,369	.....
<b>Reserves</b>		
Sundry.....	11,880	4,470
<b>Surplus Account</b>		
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	223,731	1,008,716
	\$194,041,362	\$188,806,980

# Source and Application of Funds

FOR FISCAL YEAR ENDED MARCH 31, 1965

(with comparative figures for 1964)

	Year ended March 31, 1965	Year ended March 31, 1964
<b>SOURCE OF FUNDS</b>		
Excess of Ordinary Revenue over Ordinary Expenditure .....	\$ 440,676	\$ 954,469
<b>Items not Requiring an Outlay of Funds</b>		
Provision for Sinking Fund.....	40,000,000	41,500,000
Discount and Exchange on Debentures, written off.....	1,733,211	1,796,778
	41,733,211	43,296,778
<b>Increase in Liabilities</b>		
Debentures Issued (net of discount).....	159,568,750	154,493,500
Demand Deposits with Province of Ontario Savings Office (net)...	458,995	3,546,576
Superannuation and Retirement Funds (net).....	23,779,982	23,266,220
Other.....	18,437,167	4,504,790
	202,244,894	185,811,086
<b>Decrease in Assets</b>		
Temporary Investments.....		69,539,338
Loans and Advances—Repayments.....	6,147,803	9,886,713
Disposal of Assets—Sales, etc.....	1,737,235	2,244,637
Sinking Fund Investments Matured.....	6,730,000	16,125,500
Uninvested Sinking Fund.....	9,657,066	17,376,288
Other.....	12,259	655
	24,284,363	115,173,131
	\$268,703,144	\$345,235,464
<b>APPLICATION OF FUNDS</b>		
<b>Investment in Physical Assets</b>		
Highways and Roads.....	\$212,143,161	\$199,801,954
Land and Buildings.....	36,020,191	28,517,504
General Works and Improvements.....	7,046,735	4,420,487
Rural Power Transmission Lines.....	519,872	824,478
	255,729,959	233,564,423
Less: Financed out of Ordinary Revenue.....	187,000,000	131,000,000
	68,729,959	102,564,423
<b>Increase in Other Assets</b>		
Cash on Hand and in Banks.....	3,685,071	82,882,822
Temporary Investments (net).....	39,376,055	
Loans and Advances.....	98,573,959	29,352,132
Sinking Fund Investments Purchased.....	9,267,000	11,654,500
Other.....		17,486
	150,902,085	123,906,940
<b>Decrease in Liabilities</b>		
Debentures Retired.....	48,713,000	86,890,000
Other.....	134,369	30,865,385
	48,847,369	117,755,385
<b>Decrease in Surplus</b>		
Repayment to Government of Canada under Tax Rental Agree- ment, 1952-56.....	223,731	1,008,716
	\$268,703,144	\$345,235,464

# Sources of Ordinary Revenue

FOR FISCAL YEAR ENDED MARCH 31, 1965  
(with comparative figures for 1964)

Government of Canada—	Year ended March 31, 1965	Year ended March 31, 1964
Annual Subsidies.....	\$ 4,624,070	\$ 4,624,070
Interest—Common School Fund.....	72,633	72,633
	<hr/> 4,696,703	<hr/> 4,696,703
 <b>Revenue Derived from Individuals and Corporations Receiving the Benefit of Provincial Services, Special Privileges or the use of Natural Resources and Properties, Profits from Trading, etc.</b>		
Taxation (Note 11).....	966,652,442	836,040,573
Royalties (Note 12).....	13,061,397	13,892,014
Timber, Game and Fish, Sand and Gravel, etc.		
Licenses and Permits (Note 13).....	88,932,273	83,533,729
Motor Vehicles, Hunting and Fishing, Insurance, Marriage, Mines, Theatres, etc.		
Fees.....	25,830,410	22,022,228
Local Registrars, Crown Attorneys, Sheriffs, Municipal Policing, Magistrates, etc., Motor Vehicles, Companies' and Brokers' Registrations, etc., Tuition, Examinations, Fire Protection, Parks, Mine Recording, etc.		
Fines and Penalties.....	2,909,660	2,514,493
Trading Activities.....	113,000,000	97,100,000
Liquor Control Board of Ontario.		
Public Domain.....	6,496,174	6,137,560
Water Rentals, Crown Land Leases, etc.		
Sales.....	2,263,189	1,864,038
Produce, Live Stock, Equipment, Services, etc.		
Rent, Board, Maintenance of Patients, Perquisites, etc.....	7,281,440	6,806,387
Miscellaneous.....	6,120,805	4,527,954
	<hr/> \$1,237,244,493	<hr/> \$1,079,135,679

# Gross Capital Debt

AND INVESTMENT THEREOF AS AT MARCH 31, 1965

(with comparative figures for 1964)

## Funded Debt —

	1965	1964
Stock and Debentures.....	\$1,998,107,000	\$1,884,320,000
Less—Sinking Fund.....	154,821,293	161,941,359
	<u>1,843,285,707</u>	<u>1,722,378,641</u>

## Unfunded Debt —

Demand Deposits with Province of Ontario Savings Office....	81,075,012	80,616,017
Special Funds (Note 5).....	241,073,603	198,996,567
Housing Corporation Limited—Liabilities.....	442,258	876,401
Ontario Housing Corporation—Liabilities.....	619,019	.....
The Ontario Junior Farmer Establishment Loan Corporation— Liabilities.....	21,167,948	20,440,557
The Ontario Municipal Improvement Corporation—Liabilities.....	29,537,075	33,604,020
The Sheridan Park Corporation—Liabilities.....	100,644	.....
Miscellaneous.....	956,235	1,051,604
	<u>374,971,794</u>	<u>335,585,166</u>
Gross Capital Debt.....	<u>\$2,218,257,501</u>	<u>\$2,057,963,807</u>

## Investment Thereof —

Revenue-Producing and Realizable Capital Assets—		
Cash on Hand and in Banks.....	\$ 76,546,537	\$ 72,861,467
Temporary Investments.....	89,466,000	50,089,945
The Hydro-Electric Power Commission of Ontario—Advances	345,672,532	347,265,466
Housing Corporation Limited—Investments.....	1,219,853	1,649,614
Ontario Housing Corporation—Investments (formerly The Housing Development Act—Advances) ..	22,056,544	*14,312,809
The Ontario Junior Farmer Establishment Loan Corporation —Investments.....	30,667,573	20,930,126
The Ontario Municipal Improvement Corporation— Investments.....	52,159,153	54,173,501
The Ontario Universities Capital Aid Corporation— Investments.....	45,600,000	.....
The Sheridan Park Corporation—Investments.....	2,052,965	.....
Ontario Water Resources Commission—Advances.....	75,976,544	68,583,843
Ontario Northland Transportation Commission—Advances.....	30,207,935	30,207,935
Provincial Student-Aid Loans.....	7,311,564	8,229,818
Loans—Municipalities and Miscellaneous.....	73,991,376	*44,915,135
	<u>852,928,576</u>	<u>713,219,659</u>
Government of Canada.....	<u>4,300,955</u>	<u>4,300,955</u>
Other Capital Assets—		
Highways, Buildings, etc.....	2,774,931,182	2,523,734,506
Liquor Control Board of Ontario—Investment.....	24,945,863	24,787,611
Other Loans and Advances.....	262,306	290,838
Discount and Exchange on Debentures (less amount amortized).....	15,552,410	14,354,371
	<u>2,815,691,761</u>	<u>2,563,167,326</u>
Total Capital Assets.....	<u>3,672,921,292</u>	<u>3,280,687,940</u>
LESS—Portion of above Capital Assets acquired through invest- ment of Surplus and Reserves.....	<u>1,454,663,791</u>	<u>1,222,724,133</u>
	<u>\$2,218,257,501</u>	<u>\$2,057,963,807</u>

\*Combined in 1964 Report.



# Gross Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1965

	1965	1964	Increase 1965 over 1964
Funded Debt.....	\$1,843,285,707	\$1,722,378,641	\$120,907,066
Unfunded Debt.....	374,971,794	335,585,166	39,386,628
GROSS CAPITAL DEBT.....	<u>\$2,218,257,501</u>	<u>\$2,057,963,807</u>	<u>\$160,293,694</u>

## Gross Capital Debt Increased By—

Capital Disbursements on Highways, Buildings, Public Works, etc.	\$255,729,959	
Less—Capital Receipts.....	\$ 1,737,235	
—Financed out of Ordinary Revenue.....	187,000,000	
	<u>188,737,235</u>	
	66,992,724	
Increase in Cash on Hand and in Banks.....	3,685,070	
Increase in Temporary Investments.....	39,376,055	
Increase in Investments of Ontario Housing Corporation (net).....	987,848	
Increase in Investments of The Ontario Junior Farmer Establish- ment Loan Corporation.....	9,737,447	
Investments of The Ontario Universities Capital Aid Corporation..	45,600,000	
Investments of The Sheridan Park Corporation.....	2,052,965	
Advances to Ontario Water Resources Commission.....	7,399,598	
Purchase of Debentures of Municipality of Metropolitan Toronto (net)	19,713,000	
Increase in Tile Drainage Loans (net).....	986,271	
Loans under The Municipal Works Assistance Act, 1963.....	5,860,323	
Loans under The Public Hospitals Act, sec. 5a.....	3,079,000	
Discount on Debentures issued during year.....	2,931,250	
Mortgage assumed on acquisition of building.....	39,000	
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	223,731	
Deficit of The Sheridan Park Corporation.....	47,679	
	<u>208,711,961</u>	

## Gross Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure.....	40,000,000	
Surplus on Ordinary Account.....	440,676	
	<u>40,440,676</u>	
Repayments on Advances to The Hydro-Electric Power Commission of Ontario.....	1,592,934	
Decrease in Investments of Housing Corporation Limited.....	429,761	
Decrease in Investments of The Ontario Municipal Improvement Corporation.....	2,014,347	
Decrease in Provincial Student-Aid Loans (net).....	908,596	
Repayments on Loans to Municipalities—		
Improvement District of Elliot Lake (net).....	\$ 200,400	
Miscellaneous.....	114,501	
	<u>314,901</u>	
Repayments on Miscellaneous Loans, etc.—		
The Co-operative Loans Act (net).....	\$ 203,490	
Miscellaneous (net).....	60,694	
	<u>264,184</u>	
Decrease in Sundry Assets of Province of Ontario Savings Office (net)	11,769	
Discount and Exchange on Debentures, written off.....	1,733,211	
Increase in Reserves (net).....	707,888	
	<u>48,418,267</u>	
Net Increase in Gross Capital Debt.....		<u>\$160,293,694</u>

# Net Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1965

	1965	1964	Increase 1965 over 1964
Gross Capital Debt.....	\$2,218,257,501	\$2,057,963,807	\$160,293,694
Revenue-Producing and Realizable Assets.....	852,928,576	713,219,659	139,708,917
NET CAPITAL DEBT.....	<u>\$1,365,328,925</u>	<u>\$1,344,744,148</u>	<u>\$ 20,584,777</u>

## Net Capital Debt Increased By—

Capital Disbursements on Highways, Buildings, Public Works, etc. . . .	\$255,729,959	
Less—Capital Receipts.....	\$ 1,737,235	
—Financed out of Ordinary Revenue.....	<u>187,000,000</u>	
		188,737,235
		<u>66,992,724</u>
Miscellaneous Increase (net).....		2,956
Discount on Debentures issued during year.....		2,931,250
Mortgage assumed on acquisition of building.....		39,000
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....		<u>223,731</u>
		\$ 70,189,661

## Net Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure.....	40,000,000	
Surplus on Ordinary Account.....	<u>440,676</u>	
		40,440,676
Repayment of Other Loans and Advances.....		11,619
Discount and Exchange on Debentures, written off.....		1,733,211
Increase in Reserves (net).....		707,888
Miscellaneous Decrease.....		490
Accrued Interest and other adjustments to Capital Advances to Ontario Housing Corporation.....		6,359,552
Surplus adjustments regarding Provincial Crown Corporations.....		348,655
Decrease in Alterations to Premises—Province of Ontario Savings Office		<u>2,793</u>
		49,604,884
Net Increase in Net Capital Debt—.....		<u>\$ 20,584,777</u>

# Notes

## NOTE 1 PROVINCIAL CROWN CORPORATIONS

As at March 31, 1965

	Investments	Liabilities to the Public
Housing Corporation Limited.....	\$ 1,219,853	\$ 442,258
Ontario Housing Corporation..... (formerly The Housing Development Act—Advances)	22,056,544	619,019
The Ontario Junior Farmer Establishment Loan Corporation.....	30,667,573	21,167,948
The Ontario Municipal Improvement Corporation.....	52,159,153	29,537,075
The Ontario Universities Capital Aid Corporation.....	45,600,000	
The Sheridan Park Corporation....	2,052,965	100,644
	<u>\$153,756,088</u>	<u>\$51,866,944</u>

Liabilities eliminated by Contra in the Balance Sheet of the Province—Advances due to Treasurer of Ontario—

Ontario Housing Corporation.....	\$21,352,285
The Ontario Junior Farmer Establishment Loan Corporation.....	10,700,000
The Ontario Municipal Improvement Corporation.....	17,619,500
The Ontario Universities Capital Aid Corporation.....	45,600,000
The Sheridan Park Corporation.....	2,000,000

## NOTE 2

This amount consists of (a) Debt Account—\$2,848,290 and (b) Common School Fund—\$1,452,665.

The Debt Account is a capitalized amount, related to the debt of the old Province of Canada, on which the Government of Canada pays the Province interest at 5% per annum.

The Common School Fund, held in trust for Ontario and Quebec jointly, was derived from the sale of Crown lands set aside for the benefit of the common schools by statutes enacted before Confederation. The Provinces receive interest on the Fund at the rate of 5% per annum, in proportion to their respective populations as determined by the latest decennial census.

## NOTE 3 HIGHWAYS, BUILDINGS, ETC.

As at March 31, 1965

Highways and Roads.....	\$2,355,040,239
Less—Capital Disbursements to March 31, 1935 written off.....	211,119,284
	<u>\$2,143,920,955</u>
Rural Power Transmission Lines	116,406,577
Less—Capital Disbursements to March 31, 1935 written off.....	7,428,243
	<u>108,978,334</u>
Land and Buildings.....	469,218,414
General Works and Improvements.....	27,492,715
Provincial Parks.....	6,814,102
Niagara Parks Commission—	
Equity at October 31, 1964.....	8,930,552
The St. Lawrence Parks Commission—	
Surplus at March 31, 1965.....	9,576,110
	<u>\$2,774,931,182</u>

## NOTE 4 SINKING FUND—INVESTMENTS

As at March 31, 1965

	PAR VALUE
Securities Issued by the Province.....	\$ 98,240,500
Bonds Guaranteed by the Province—	
The Hydro-Electric Power Commission of Ontario.....	20,750,000
Ontario Northland Transportation Commission.....	2,502,000
University of Toronto.....	81,000
Government of Canada Bonds.....	30,400,000
	<u>151,973,500</u>
Uninvested Funds as at March 31, 1965.....	2,847,793
	<u>\$ 154,821,293</u>

## NOTE 5

### SPECIAL FUNDS

As at March 31, 1965

Public Service Superannuation Fund.....	\$ 197,058,888
Public Service Retirement Fund.....	1,406,201
Motor Vehicle Accident Claims Fund.....	13,243,880
Vacation-with-Pay Stamps—Trust Account.....	5,944,119
Miscellaneous.....	23,420,515
	<u>\$ 241,073,603</u>

## NOTE 6 CONTINGENT LIABILITIES

As at March 31, 1965

Obligations of—

The Hydro-Electric Power Commission of Ontario.....	\$1,729,428,300
Ontario Northland Transportation Commission.....	18,461,000
University of Toronto.....	19,000,000
Co-operative Associations.....	2,572,034
Ontario Food Terminal Board.....	5,000,000
Miscellaneous.....	2,700,824
	<u>1,777,162,158</u>

Less—Bonds in Sinking Fund (Note 4).....

23,333,000

\$1,753,829,158

## NOTE 7

This item consists of the following—

Accrued Interest and other adjustments to Capital Advances to Ontario Housing Corporation.....	\$6,359,552
(re projects formerly administered under The Housing Development Act)	
Accrued Interest at March 31, 1965 on Capital Advances to Ontario Housing Corporation.....	396,334
	<u>6,755,886</u>
Less—To provide for Deficit of The Sheridan Park Corporation.....	47,678
	<u>\$6,708,208</u>

# Notes

## NOTE 8

Accounts written off as uncollectable—	
The Co-operative Loans Act.....	\$ 3,313
Provincial Student-Aid Loans.....	9,659
Ontario Water Resources Commission—	
Advances—Re Town of Listowel.....	6,897
	<u>\$ 19,869</u>

## NOTE 9

This item is comprised as follows:

Increase in Income Assets.....	\$4,427,252
Increase in Investment—	
Liquor Control Board of Ontario.....	158,251
Increase in Equity of the Niagara Parks Commission.....	1,343,646
	<u>5,929,149</u>
Less—Increase in Income Liability.....	3,331,513
	<u>\$2,597,636</u>

## NOTE 10

The Cash on Hand and in Banks shown on the Balance Sheet exceeds this figure by the amount of Province of Ontario Savings Office Cash on Hand and in Banks.

## NOTE 11

	Year Ended March 31, 1965	Year Ended March 31, 1964
Income Tax*.....	\$195,842,112	\$164,369,708
Proportion of Estate Tax†.....	15,116,000	
Corporations Tax.....	232,543,374	209,672,035
Gasoline Tax.....	221,188,555	183,649,850
Hospitals Tax (Amusements).....	5,403,079	4,874,551
Land Transfer Tax.....	5,381,180	4,474,930
Logging Tax.....	2,381,189	3,174,605
Mines Profits Tax.....	14,386,839	10,362,297
Motor Vehicle Fuel Tax.....	12,006,558	9,390,231
Race Tracks Tax (Pari-Mutuel)...	9,372,658	7,998,120
Retail Sales Tax.....	195,298,715	186,534,521
Security Transfer Tax.....	4,214,555	3,086,140
Succession Duty.....	48,682,507	44,120,835
Other.....	4,835,121	4,332,750
	<u>\$966,652,442</u>	<u>\$836,040,573</u>

\*The five-year agreement whereby the Province rented its rights to levy individual income tax to the Government of Canada terminated on December 31, 1961. The Province entered into a new agreement for the five years commencing January 1, 1962, whereby the Government of Canada is to collect, as agent for the Province, taxes on the income of individuals levied under The Income Tax Act, 1961-62 of the Statutes of Ontario.

†This payment from the federal government represents a payment on account of the additional share of the estate tax that the federal government has agreed to make available to Ontario in respect of estates of persons domiciled in Ontario dying during the three fiscal years 1964-65 to 1966-67. The payment is subject to the condition that the Province does not increase its own succession duty rates beyond those in effect on March 31, 1964.

## NOTE 12

Stampage Charges amounted to \$12,458,561 in 1965 and \$12,243,762 in 1964.

## NOTE 13

The revenue from Motor Vehicle Licenses and Permits amounted to \$80,876,929 in 1965 and \$75,743,610 in 1964.

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Publication

PROVINCE OF ONTARIO

*2100 West of ...  
1 Sept.*

# Financial Report

(ABRIDGED)



FOR YEAR ENDED  
MARCH 31st

1966

NOTE

Differences of one dollar may  
be noted as a result of rounding  
amount to the nearest dollar.



# *Financial Report 1966* (ABRIDGED)

## C O N T E N T S

3	Treasurer's Foreword
4 and 5	Balance Sheet
6	Surplus Account
7	Surplus on Ordinary Account
8 and 9	Consolidated Revenue Fund
10 and 11	Net Ordinary Revenue and Expenditure
12	Net Capital Receipts
13	Net Capital Disbursements
14	Source and Application of Funds
15	Sources of Ordinary Revenue
16 and 17	Gross Capital Debt
18	Net Capital Debt
19 and 20	Notes



THE HONOURABLE JAMES N. ALLAN

## *Treasurer's Foreword*

In continuation of the practice previously adopted, this financial report presents an abridged statement of the Public Accounts of Ontario for the fiscal year ended March 31st, 1966. The Public Accounts in their complete form and the Report of the Provincial Auditor will be laid before the Legislative Assembly at its next Session.

This Report has been prepared so that the main financial statements may be available at an earlier date. The contents should be found useful by financial institutions and others who require up-to-date information on the finances of the Province.

The Treasury Department will be pleased to answer any questions that may arise from a study of the statements that appear in this Report.

  
Treasurer of Ontario.

Toronto, November, 1966.

AS AT MARCH 31, 1966

## ASSETS

## CAPITAL

March 31, 1966

March 31, 1965

Cash on Hand and in Banks .....	\$ 116,185,902	\$ 76,546,537
Temporary Investments .....	86,261,150	89,466,000
	202,447,052	166,012,537
Loans and Advances—		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds .....	384,466,000	336,798,000
Advances—unsecured .....	9,014,648	8,874,532
Provincial Crown Corporations—Investments (Note 1) .....	278,389,709	153,756,088
Ontario Water Resources Commission—Advances .....	84,122,478	75,976,544
Ontario Northland Transportation Commission .....	30,207,935	30,207,935
Provincial Student-Aid Loans .....	6,038,282	7,311,564
Municipalities .....	107,788,390	57,197,494
Miscellaneous .....	26,007,086	16,793,882
	926,034,528	686,916,039
Revenue-Producing and Realizable Assets .....	1,128,481,580	852,928,576
Government of Canada (Note 2) .....	4,300,955	4,300,955
Highways, Buildings, etc. (Note 3) .....	3,019,775,728	2,774,931,182
Liquor Control Board of Ontario—Investment .....	24,985,224	24,945,863
Other Loans and Advances .....	261,786	262,306
Discount and Exchange on Debentures (less amount amortized) .....	16,815,150	15,552,410
Other Capital Assets .....	3,061,837,888	2,815,691,761
Total Capital Assets .....	4,194,620,423	3,672,921,292

## INCOME

Accounts Receivable (less Reserve) .....	65,071,807	22,919,304
Accrued Interest on Advances secured by bonds—		
The Hydro-Electric Power Commission of Ontario .....	3,010,245	2,925,558
Interest Receivable (less Reserve)—		
The Agricultural Development Finance Act .....	252,000	317,000
Equipment, Stores and Materials (less Reserve) .....	12,841,366	12,058,688
Total Income Assets .....	81,175,418	38,220,550
	\$4,275,795,841	\$3,711,141,842

Approved on behalf of the Treasury Department:

H. E. BROWN, F.C.A., Deputy Provincial Treasurer.

G. MCINTYRE, C.A., Comptroller of Accounts.

### LIABILITIES

#### CAPITAL

##### Funded Debt—

	March 31, 1966	March 31, 1965
Stock and Debentures .....	\$2,225,646,002	\$1,998,107,000
Less—Sinking Fund (Note 4) .....	140,280,963	154,821,293
	<u>2,085,365,039</u>	<u>1,843,285,707</u>

##### Unfunded Debt—

Demand Deposits with Province of Ontario Savings Office .....	79,994,941	81,075,012
Special Funds (Note 5) .....	283,128,630	241,073,603
Provincial Crown Corporations—Liabilities (Note 1) .....	57,692,523	51,866,944
Miscellaneous .....	2,805,119	956,235
	<u>423,621,213</u>	<u>374,971,794</u>
Total Capital Liabilities .....	<u>2,508,986,252</u>	<u>2,218,257,501</u>

#### INCOME

Accounts Payable .....	1,924,532	2,435,959
Accrued Interest on Funded Debt .....	30,243,276	26,371,471
Total Income Liabilities .....	<u>32,167,808</u>	<u>28,807,430</u>
Total Liabilities .....	<u>2,541,154,060</u>	<u>2,247,064,931</u>

#### RESERVES

.....	9,857,301	9,401,100
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#### SURPLUS

.....	<u>1,724,784,480</u>	<u>1,454,675,811</u>
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	<u>\$4,275,795,841</u>	<u>\$3,711,141,842</u>
--	------------------------	------------------------

##### Contingent Liabilities—

Bonds, etc., Guaranteed by the Province (Note 6) .....	\$1,752,182,354	\$1,753,829,158
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# Surplus Account

FOR FISCAL YEAR ENDED MARCH 31, 1966

Balance at credit March 31, 1965 .....	\$1,454,675,811
--	-----------------

ADD:

Surplus on Ordinary Account .....	\$ 1,095,747	
Provision for Sinking Fund charged to Ordinary Expenditure .....	41,500,000	
Setting up as Capital Assets:		
Capital Disbursements financed out of Ordinary Revenue .....	\$227,000,000	
Portion of Expenditures in year ended March 31, 1966 on The St. Lawrence Parks Commission .....	248,557	
		227,248,557
Realized Value of Property bequeathed to Province .....		112,947
Sundry .....		421
		<u>269,957,672</u>
		1,724,633,483

LESS:

Capital Disbursements in year ended March 31, 1936, written off:		
Highways and Roads .....	8,657,633	
Rural Power Transmission Lines .....	305,000	
		8,962,633
Transfer of Property to University of Guelph .....		30,106,617
Reversing Interest accrued to March 31, 1965, re Ontario Housing Corporation .....		396,334
Provide for Deficit of The Sheridan Park Corporation .....		53,735
Accounts written off as uncollectable (The Financial Administration Act, Section 22) (Note 7) .....		5,999
Repayment to Government of Canada under Tax Rental Agreement, 1952-56 .....		293,973
Transfer to Reserves for coupons matured and unclaimed .....		10,275
		<u>39,829,566</u>
		1,684,803,917

ADD:

Net adjustment to certain Accounts at March 31, 1966 (Note 8) .....	39,980,563
Balance at credit March 31, 1966, carried to Balance Sheet .....	<u>\$1,724,784,480</u>



# Surplus on Ordinary Account

FOR FISCAL YEAR ENDED MARCH 31, 1966

(with comparative figures for 1965)

	Year ended March 31, 1966	Year ended March 31, 1965
NET ORDINARY REVENUE.....	\$1,442,845,159	\$1,237,244,493
Less—		
Net Ordinary Expenditure (before items below).....	1,173,249,412	1,009,803,817
Provision for Sinking Fund.....	41,500,000	40,000,000
Capital Disbursements financed out of Ordinary Revenue..	227,000,000	187,000,000
NET ORDINARY EXPENDITURE.....	1,441,749,412	1,236,803,817
Balance carried to SURPLUS ACCOUNT.....	\$ 1,095,747	\$ 440,676

NET RECEIPTS

	Year ended March 31, 1966	Year ended March 31, 1965
Net Ordinary Revenue (see Page 10).....	\$1,442,845,159	\$1,237,244,493
Net Capital Receipts (see Page 12).....	148,633,247	118,215,231
Public Debt:		
Stock and Debentures.....	367,628,331	159,568,750
Province of Ontario Savings Office—Net increase in deposits with Treasurer of Ontario.....	.....	2,077,472
Proceeds from Sinking Fund Investments.....	26,236,500	6,730,000
Proceeds from Temporary Investments.....	934,587,805	887,925,735
	1,328,452,636	1,056,301,957
Total Net Receipts.....	2,919,931,042	2,411,761,681
Add—		
Cash in Banks at April 1st.....	75,694,475	70,402,697
Uninvested Sinking Fund at April 1st.....	2,847,793	12,504,859
	\$2,998,473,310	\$2,494,669,237

# Revenue Fund

MARCH 31, 1966

(for 1965)

## NET DISBURSEMENTS

	Year ended March 31, 1966	Year ended March 31, 1965
Net Ordinary Expenditure (see Page 11).....	\$1,441,749,412	\$1,236,803,817
Net Capital Disbursements (see Page 13).....	350,046,995	194,041,362
Public Debt:		
Stock and Debentures.....	144,341,828	48,713,000
Province of Ontario Savings Office—Net decrease in deposits with Treasurer of Ontario.....	1,987,654	.....
Investments purchased for Sinking Fund.....	10,935,000	9,267,000
Temporary Investments.....	931,382,955	927,301,790
	1,088,647,437	985,281,790
Total Net Disbursements.....	2,880,443,844	2,416,126,969
Add—		
Cash in Banks at March 31st (Note 9).....	114,420,503	75,694,475
Uninvested Sinking Fund at March 31st.....	3,608,963	2,847,793
	\$2,998,473,310	\$2,494,669,237

# Net Ordinary Revenue

FOR FISCAL YEAR 1966  
(with comparative figures for 1965)

DEPARTMENT	Year ended March 31, 1966	Year ended March 31, 1965
Agriculture.....	\$ 1,271,886	\$ 2,396,856
Attorney General.....	13,804,340	12,543,864
Economics and Development.....	44,903	17,141
Education.....	8,590,209	5,355,202
Energy and Resources Management.....	267,474	299,663
Health.....	4,731,433	4,669,556
Highways.....	3,254,470	2,964,070
Labour.....	1,786,820	1,470,024
Lands and Forests.....	25,513,416	23,273,311
Mines.....	16,473,864	16,153,324
Municipal Affairs.....	595,631	579,666
Prime Minister.....	42	57
Provincial Secretary and Citizenship.....	3,444,205	3,095,512
Public Welfare.....	54,171	30,169
Public Works.....	1,363,387	1,273,952
Reform Institutions.....	881,971	868,144
Tourism and Information.....	1,327,937	1,126,740
Transport.....	96,127,979	88,811,338
Treasury.....	1,263,262,075	1,072,315,904
University Affairs.....	48,946	.....
	<u>\$1,442,845,159</u>	<u>\$1,237,244,493</u>

# et Ordinary Expenditure

MARCH 31, 1966  
1965)

DEPARTMENT	Year ended March 31, 1966	Year ended March 31, 1965
Agriculture.....	\$ 24,698,983	\$ 20,481,926
Attorney General.....	39,423,550	34,165,803
Civil Service.....	1,189,327	1,012,911
Economics and Development.....	7,957,947	9,857,115
Education.....	443,520,605	416,852,568
Energy and Resources Management.....	7,609,402	6,119,865
Health.....	164,044,766	154,601,128
Highways.....	97,567,588	88,538,129
Labour.....	6,885,544	5,086,661
Lands and Forests.....	28,528,699	28,667,275
Lieutenant Governor.....	47,444	26,121
Mines.....	2,535,579	2,545,421
Municipal Affairs.....	46,796,638	41,221,618
Prime Minister.....	235,758	214,966
Provincial Auditor.....	548,261	533,649
Provincial Secretary and Citizenship.....	5,670,719	5,136,373
Public Welfare.....	84,842,799	69,169,714
Public Works.....	14,944,610	13,781,548
Reform Institutions.....	19,498,604	16,883,724
Tourism and Information.....	6,137,806	5,003,145
Transport.....	8,005,261	7,208,163
Treasury.....	29,776,330	19,977,573
University Affairs.....	69,583,545	233,437
Queen's Printer—Stationery Account (net).....	24,945	44,206
	<hr/> 1,110,074,710	<hr/> 947,363,039
Public Debt—Interest, etc.....	63,174,702	62,440,778
	<hr/> 1,173,249,412	<hr/> 1,009,803,817
Public Debt—Provision for Sinking Fund.....	41,500,000	40,000,000
	<hr/> 1,214,749,412	<hr/> 1,049,803,817
Capital Disbursements financed out of Ordinary Revenue.....	227,000,000	187,000,000
	<hr/> \$1,441,749,412	<hr/> \$1,236,803,817

# Net Capital Receipts

FOR FISCAL YEAR ENDED MARCH 31, 1966  
(with comparative figures for 1965)

	Year ended March 31, 1966	Year ended March 31, 1965
<b>Disposal of Assets—Sales, etc.</b>		
Highways and Roads.....	\$ 681,903	\$1,142,484
Land and Buildings.....	220,100	78,760
General Works and Improvements.....	499,184	515,991
	<hr/> \$ 1,401,187	<hr/> \$ 1,737,235
<b>Loans and Advances—Repayments</b>		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds.....	2,332,000	.....
Advances—unsecured.....	1,659,670	1,592,934
Ontario Housing Corporation.....	137,660	958,402
The Ontario Municipal Improvement Corporation.....	2,582,000	.....
The Ontario Universities Capital Aid Corporation.....	629,526	.....
The Sheridan Park Corporation.....	175,000	.....
Provincial Student-Aid Loans.....	1,273,283	1,023,066
The Municipal Works Assistance Act—		
Forgiveness recovered from Government of Canada.....	10,325,447	.....
Loan repayments.....	288,087	.....
Other.....	2,728,941	2,573,401
	<hr/> 22,131,614	<hr/> 6,147,803
<b>Special Funds—Deposits</b>		
Vacation-with-Pay Stamps—Sales.....	11,242,666	8,620,918
Public Service Superannuation Fund.....	44,772,417	35,813,977
Motor Vehicle Accident Claims Fund.....	8,198,141	4,680,760
Ontario Hospital Services Commission....	12,000,000	12,000,000
Other.....	5,494,158	7,328,845
	<hr/> 81,707,382	<hr/> 68,444,500
<b>Deferred Assets, etc.</b>		
Provision for Sinking Fund.....	41,500,000	40,000,000
Other.....	1,893,064	1,885,693
	<hr/> 43,393,064	<hr/> 41,885,693
	<hr/> \$148,633,247	<hr/> \$118,215,231



# Net Capital Disbursements

FOR FISCAL YEAR ENDED MARCH 31, 1966

(with comparative figures for 1965)

	Year ended March 31, 1966	Year ended March 31, 1965
<b>Highways, Buildings, etc.</b>		
Highways and Roads .....	\$240,725,761	\$212,143,161
Land and Buildings .....	34,730,420	36,020,191
General Works and Improvements .....	3,789,683	6,129,250
Rural Power Transmission Lines .....	578,976	519,872
Provincial Parks .....	3,124,380	917,485
	<hr/> 282,949,220	<hr/> 255,729,959
Less: Financed out of Ordinary Revenue	227,000,000	187,000,000
	<hr/> \$ 55,949,220	<hr/> \$ 68,729,959
<b>Loans and Advances</b>		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds .....	48,842,500	.....
Advances—unsecured .....	1,799,786	.....
Ontario Housing Corporation .....	9,250,000	1,241,991
The Ontario Junior Farmer Establish- ment Loan Corporation .....	20,900,000	9,200,000
The Ontario Municipal Improvement Corporation .....	3,000,000	1,384,500
The Ontario Universities Capital Aid Corporation .....	89,239,300	45,600,000
The Sheridan Park Corporation .....	.....	2,000,000
Ontario Water Resources Commission ..	8,151,934	7,399,598
Provincial Student-Aid Loans .....	.....	114,470
The Municipality of Metropolitan Toronto .....	20,000,000	20,000,000
The Municipal Works Assistance Act— Forgiveness .....	10,316,866	15,081
Loans .....	30,415,798	5,845,242
The Public Hospitals Act, Sec. 5a .....	9,377,000	3,079,000
Other .....	2,736,151	2,694,077
	<hr/> 254,029,335	<hr/> 98,573,959
<b>Special Funds—Repayments</b>		
Vacation-with-Pay Stamps—Redeemed ..	9,599,146	8,665,774
Public Service Superannuation Fund ...	16,896,451	12,082,819
Motor Vehicle Accident Claims Fund ...	4,103,304	3,339,569
Ontario Hospital Services Commission ..	.....	96,500
Other .....	9,053,455	2,182,802
	<hr/> 39,652,356	<hr/> 26,367,464
<b>Miscellaneous</b>		
Repayments of Mortgage Principal .....	114,657	134,369
<b>Reserves</b>		
Sundry .....	7,454	11,880
<b>Surplus Account</b>		
Repayment to Government of Canada under Tax Rental Agreement, 1952-56 .....	293,973	223,731
	<hr/> \$350,046,995	<hr/> \$194,041,362

# Source and Application of Funds

FOR FISCAL YEAR ENDED MARCH 31, 1966

(with comparative figures for 1965)

## SOURCE OF FUNDS

	Year ended March 31, 1966	Year ended March 31, 1965
<b>Excess of Ordinary Revenue over Ordinary Expenditure</b> .....	\$ 1,095,747	\$ 440,676
<b>Items not Requiring an Outlay of Funds</b>		
Provision for Sinking Fund.....	41,500,000	40,000,000
Discount and Exchange on Debentures, written off.....	1,832,260	1,733,211
	<u>43,332,260</u>	<u>41,733,211</u>
<b>Increase in Liabilities</b>		
Debentures Issued (net of discount).....	367,628,331*	159,568,750
Demand Deposits with Province of Ontario Savings Office (net).....		458,995
Superannuation and Retirement Funds (net).....	26,469,765	23,779,982
Motor Vehicle Accident Claims Fund.....	4,094,838	1,341,191
Ontario Hospital Services Commission.....	12,000,000	12,000,000
Other.....	3,063,352	5,095,976
	<u>413,256,286</u>	<u>202,244,894</u>
<b>Decrease in Assets</b>		
Temporary Investments (net).....	3,204,850	
Loans and Advances—Repayments.....	22,131,614	6,147,803
Disposal of Assets—Sales, etc.....	1,401,187	1,737,235
Sinking Fund Investments Matured.....	26,236,500	6,730,000
Uninvested Sinking Fund.....		9,657,066
Other.....	6,175	12,259
	<u>52,980,326</u>	<u>24,284,363</u>
	<u>\$510,664,619</u>	<u>\$268,703,144</u>

## APPLICATION OF FUNDS

### Investment in Physical Assets

Highways and Roads.....	\$240,725,761	\$212,143,161
Land and Buildings.....	34,730,420	36,020,191
General Works and Improvements.....	3,789,683	6,129,250
Rural Power Transmission Lines.....	578,976	519,872
Provincial Parks.....	3,124,380	917,485
	<u>282,949,220</u>	<u>255,729,959</u>
Less: Financed out of Ordinary Revenue.....	227,000,000	187,000,000
	<u>55,949,220</u>	<u>68,729,959</u>

### Increase in Other Assets

Cash on Hand and in Banks.....	39,639,365	3,685,071
Temporary Investments (net).....		39,376,055
Loans and Advances.....	254,029,335*	98,573,959
Sinking Fund Investments Purchased.....	10,935,000	9,267,000
Uninvested Sinking Fund.....	761,170	
	<u>305,364,870</u>	<u>150,902,085</u>

### Decrease in Liabilities

Debentures Retired.....	144,341,828	48,713,000
Demand Deposits with Province of Ontario Savings Office (net).....	1,080,071	
Other.....	3,634,657	134,369
	<u>149,056,556</u>	<u>48,847,369</u>

### Decrease in Surplus

Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	293,973	223,731
	<u>\$510,664,619</u>	<u>\$268,703,144</u>

\*Includes \$50,000,000 issued in New York for The Hydro-Electric Power Commission of Ontario, less discount assumed of \$1,157,500.

# Sources of Ordinary Revenue

FOR FISCAL YEAR ENDED MARCH 31, 1966

(with comparative figures for 1965)

Government of Canada—	Year ended March 31, 1966	Year ended March 31, 1965
Annual Subsidies.....	\$ 4,624,070	\$ 4,624,070
Interest—Common School Fund.....	72,633	72,633
	<hr/> 4,696,703	<hr/> 4,696,703
 <b>Revenue Derived from Individuals and Corporations Receiving the Benefit of Provincial Services, Special Privileges or the use of Natural Resources and Properties, Profits from Trading, etc.</b>		
Taxation (Note 10).....	1,145,611,602	966,652,442
Royalties (Note 11).....	14,270,821	13,061,397
Timber, Game and Fish, Sand and Gravel, etc.		
Licenses and Permits (Note 12).....	96,775,994	88,932,273
Motor Vehicles, Hunting and Fishing, Insurance, Marriage, Theatres, Mines, etc.		
Fees.....	26,856,991	25,830,410
Local Registrars, Sheriffs, Crown Attorneys, Municipal Policing, Magistrates, etc., Motor Vehicles, Companies' and Brokers' Registrations, etc., Tuition, Examinations, Fire Protection, Parks, Mine Recording, etc.		
Fines and Penalties.....	3,222,133	2,909,660
Trading Activities.....	125,200,000	113,000,000
Liquor Control Board of Ontario.		
Public Domain.....	7,352,051	6,496,174
Water Rentals, Crown Land Leases, etc.		
Sales.....	2,437,484	2,263,189
Produce, Live Stock, Equipment, Services, etc.		
Rent, Board, Maintenance of Patients, Perquisites, etc.....	7,101,858	7,281,440
Miscellaneous.....	9,319,522	6,120,805
	<hr/> \$1,442,845,159	<hr/> \$1,237,244,493

# Gross Capital Debt

AND INVESTMENT THEREOF AS AT MARCH 31, 1966

(with comparative figures for 1965)

## Funded Debt —

	1966	1965
Stock and Debentures .....	\$2,225,646,002	\$1,998,107,000
Less—Sinking Fund .....	140,280,963	154,821,293
	<u>2,085,365,039</u>	<u>1,843,285,707</u>

## Unfunded Debt —

Demand Deposits with Province of Ontario Savings Office .....	79,994,941	81,075,012
Special Funds (Note 5) .....	283,128,630	241,073,603
Housing Corporation Limited—Liabilities .....	92,056	442,258
Ontario Housing Corporation—Liabilities .....	16,139,220	619,019
The Ontario Junior Farmer Establishment Loan Corporation— Liabilities .....	12,892,412	21,167,948
The Ontario Municipal Improvement Corporation—Liabilities .....	28,514,699	29,537,075
The Sheridan Park Corporation—Liabilities .....	54,136	100,644
Miscellaneous .....	2,805,119	956,235
	<u>423,621,213</u>	<u>374,971,794</u>
Gross Capital Debt .....	<u>\$2,508,986,252</u>	<u>\$2,218,257,501</u>

## Investment Thereof —

Revenue-Producing and Realizable Capital Assets—		
Cash on Hand and in Banks .....	\$ 116,185,902	\$ 76,546,537
Temporary Investments .....	86,261,150	89,466,000
The Hydro-Electric Power Commission of Ontario—Advances .....	393,480,648	345,672,532
Housing Corporation Limited—Investments .....	884,066	1,219,853
Ontario Housing Corporation—Investments .....	46,295,487	22,056,544
The Ontario Junior Farmer Establishment Loan Corporation —Investments .....	42,965,070	30,667,573
The Ontario Municipal Improvement Corporation— Investments .....	52,257,590	52,159,153
The Ontario Universities Capital Aid Corporation— Investments .....	134,209,774	45,600,000
The Sheridan Park Corporation—Investments .....	1,777,722	2,052,965
Ontario Water Resources Commission—Advances .....	84,122,478	75,976,544
Ontario Northland Transportation Commission—Advances .....	30,207,935	30,207,935
Provincial Student-Aid Loans .....	6,038,282	7,311,564
Loans—Municipalities and Miscellaneous .....	133,795,476	73,991,376
	<u>1,128,481,580</u>	<u>852,928,576</u>
Government of Canada .....	4,300,955	4,300,955
Other Capital Assets—		
Highways, Buildings, etc. ....	3,019,775,728	2,774,931,182
Liquor Control Board of Ontario—Investment .....	24,985,224	24,945,863
Other Loans and Advances .....	261,786	262,306
Discount and Exchange on Debentures (less amount amortized) .....	16,815,150	15,552,410
	<u>3,061,837,888</u>	<u>2,815,691,761</u>
Total Capital Assets .....	<u>4,194,620,423</u>	<u>3,672,921,292</u>
LESS—Portion of above Capital Assets acquired through invest- ment of Surplus and Reserves .....	1,685,634,171	1,454,663,791
	<u>\$2,508,986,252</u>	<u>\$2,218,257,501</u>

# Gross Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1966

	1966	1965	Increase 1966 over 1965
Funded Debt.....	\$2,085,365,039	\$1,843,285,707	\$242,079,332
Unfunded Debt.....	423,621,213	374,971,794	48,649,419
GROSS CAPITAL DEBT.....	<u>\$2,508,986,252</u>	<u>\$2,218,257,501</u>	<u>\$290,728,751</u>

## Gross Capital Debt Increased By—

Capital Disbursements on Highways, Buildings, Public Works, etc.	\$282,949,220
Less—Capital Receipts .....	\$ 1,401,187
—Financed out of Ordinary Revenue .....	227,000,000
	<u>228,401,187</u>
	54,548,033
Increase in Cash on Hand and in Banks .....	39,639,365
Advances to The Hydro-Electric Power Commission of Ontario	
—Secured by Bonds .....	50,000,000
—Unsecured .....	1,799,786
Increase in Investments of Ontario Housing Corporation (net) .....	24,635,277
Increase in Investments of The Ontario Junior Farmer Establish- ment Loan Corporation .....	12,297,497
Increase in Investments of The Ontario Municipal Improvement Corporation .....	98,436
Increase in Investments of The Ontario Universities Capital Aid Corporation .....	88,609,774
Advances to Ontario Water Resources Commission .....	8,151,934
Advance to Improvement District of Elliot Lake (net) .....	179,600
Purchase of Debentures of The Municipality of Metropolitan Toronto (net) .....	19,409,000
Increase in Tile Drainage Loans (net) .....	694,391
Loans under The Municipal Works Assistance Act, 1963 (net) .....	30,119,130
Loans under The Public Hospitals Act, sec. 5a (net) .....	9,247,687
Conservation Authorities—Recoverable Grants .....	58,399
Mortgage assumed on acquisition of building .....	1,963,541
Discount on Debentures issued during year .....	4,252,500
Repayment to Government of Canada under Tax Rental Agreement, 1952-56 .....	293,973
Deficit of The Sheridan Park Corporation .....	53,734
	<u>\$346,052,057</u>

## Gross Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure .....	41,500,000
Surplus on Ordinary Account .....	1,095,747
	<u>42,595,747</u>
Decrease in Temporary Investments .....	3,204,850
Repayments on Advances to The Hydro-Electric Power Commission of Ontario .....	3,991,670
Decrease in Investments of Housing Corporation Limited .....	335,787
Decrease in Investments of The Sheridan Park Corporation .....	275,242
Decrease in Provincial Student-Aid Loans .....	1,273,283
Repayments on Loans to Municipalities—Miscellaneous .....	117,225
Repayments on Miscellaneous Loans, etc. ....	88,061
Discount and Exchange on Debentures, written off .....	1,832,260
Discount assumed by The Hydro-Electric Power Commission of Ontario .....	1,157,500
Increase in Reserves (net) .....	445,926
Decrease in Sundry Assets of Province of Ontario Savings Office (net)	5,755
	<u>55,323,306</u>
Net Increase in Gross Capital Debt—.....	<u>\$290,728,751</u>



# Net Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1966

	1966	1965	Increase 1966 over 1965
Gross Capital Debt.....	\$2,508,986,252	\$2,218,257,501	\$290,728,751
Revenue-Producing and Realizable Assets.....	1,128,481,580	852,928,576	275,553,004
NET CAPITAL DEBT.....	<u>\$1,380,504,672</u>	<u>\$1,365,328,925</u>	<u>\$ 15,175,747</u>

## Net Capital Debt Increased By—

Capital Disbursements on Highways, Buildings, Public Works, etc. .	\$282,949,220	
Less—Capital Receipts.....	\$ 1,401,187	
—Financed out of Ordinary Revenue.....	227,000,000	
	<u>228,401,187</u>	
	54,548,033	
Discount on Debentures issued during year.....	4,252,500	
Mortgage assumed on acquisition of building.....	1,963,541	
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....	293,973	
Surplus adjustments regarding Provincial Crown Corporations.....	450,069	
Miscellaneous Increases.....	6,005	
	<u>\$ 61,514,121</u>	

## Net Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure.....	41,500,000	
Surplus on Ordinary Account.....	1,095,747	
	<u>42,595,747</u>	
Discount and Exchange on Debentures, written off.....	1,832,260	
Discount assumed by The Hydro-Electric Power Commission of Ontario.....	1,157,500	
Increase in Reserves (net).....	445,926	
Miscellaneous Decreases.....	306,941	
	<u>46,338,374</u>	
Net Increase in Net Capital Debt—.....		<u>\$ 15,175,747</u>



# Notes

## NOTE 1 PROVINCIAL CROWN CORPORATIONS

As at March 31, 1966

	Investments	Liabilities to the Public
Housing Corporation Limited.....	\$ 884,066	\$ 92,056
Ontario Housing Corporation.....	46,295,487	16,139,220
The Ontario Junior Farmer Establishment Loan Corporation.....	42,965,070	12,892,412
The Ontario Municipal Improvement Corporation.....	52,257,590	28,514,699
The Ontario Universities Capital Aid Corporation.....	134,209,774	.....
The Sheridan Park Corporation.....	1,777,722	54,136
	<u>\$278,389,709</u>	<u>\$57,692,523</u>

Liabilities eliminated by Contra in the Balance Sheet of the Province—Advances due to Treasurer of Ontario—

Ontario Housing Corporation.....	\$30,068,290
The Ontario Junior Farmer Establishment Loan Corporation.....	30,589,569
The Ontario Municipal Improvement Corporation.....	18,037,500
The Ontario Universities Capital Aid Corporation.....	134,209,774
The Sheridan Park Corporation.....	1,825,000

## NOTE 2

This amount consists of (a) Debt Account—\$2,848,290 and (b) Common School Fund—\$1,452,665.

The Debt Account is a capitalized amount, related to the debt of the old Province of Canada, on which the Government of Canada pays the Province interest at 5% per annum.

The Common School Fund, held in trust for Ontario and Quebec jointly, was derived from the sale of Crown lands set aside for the benefit of the common schools by statutes enacted before Confederation. The Provinces receive interest on the Fund at the rate of 5% per annum, in proportion to their respective populations as determined by the latest decennial census.

## NOTE 3 HIGHWAYS, BUILDINGS, ETC.

As at March 31, 1966

Highways and Roads.....	\$2,595,084,098
Less—Capital Disbursements to March 31, 1936 written off.....	219,776,917
	<u>\$2,375,307,181</u>
Rural Power Transmission Lines.....	116,985,553
Less—Capital Disbursements to March 31, 1936 written off.....	7,733,243
	<u>109,252,310</u>
Land and Buildings.....	475,698,610
General Works and Improvements.....	30,477,213
Provincial Parks.....	9,938,482
The Niagara Parks Commission—	
Equity at October 31, 1965.....	9,277,264
The St. Lawrence Parks Commission—	
Equity at March 31, 1966.....	9,824,668
	<u>\$3,019,775,728</u>

## NOTE 4 SINKING FUND—INVESTMENTS

As at March 31, 1966

	PAR VALUE
Securities Issued by the Province.....	\$90,939,000
Bonds Guaranteed by the Province—	
The Hydro-Electric Power Commission of Ontario.....	20,750,000
Ontario Northland Transportation Commission.....	2,502,000
University of Toronto.....	81,000
Government of Canada Bonds.....	22,400,000
	<u>136,672,000</u>
Uninvested Funds as at March 31, 1966.....	3,608,963
	<u>\$140,280,963</u>

## NOTE 5

### SPECIAL FUNDS

As at March 31, 1966

Public Service Superannuation Fund.....	\$224,934,855
Motor Vehicle Accident Claims Fund.....	17,338,717
Vacation-with-Pay Stamps—Trust Account.....	7,587,639
Ontario Hospital Services Commission.....	24,000,000
Miscellaneous.....	9,267,419
	<u>\$283,128,630</u>

## NOTE 6

### CONTINGENT LIABILITIES

As at March 31, 1966

Obligations of—

The Hydro-Electric Power Commission of Ontario.....	\$1,730,122,100
Ontario Northland Transportation Commission.....	17,952,000
University of Toronto.....	19,000,000
Co-operative Associations.....	1,275,689
Ontario Food Terminal Board.....	5,000,000
Miscellaneous.....	2,165,565
	<u>1,775,515,354</u>
Less—Bonds in Sinking Fund (Note 4).....	23,333,000
	<u>\$1,752,182,354</u>

## NOTE 7

Accounts written off as uncollectable—

Ontario Water Resources Commission—	
Advances—Re Town of Leamington.....	\$5,999

# Notes

## NOTE 8

This item is comprised as follows:

Increase in Income Assets.....	\$42,954,868
Increase in Investment—	
Liquor Control Board of Ontario.....	39,361
Increase in Equity of The Niagara Parks Commission.....	346,712
	<u>43,340,941</u>
Less—Increase in Income Liability.....	3,360,378
	<u>\$39,980,563</u>

## NOTE 9

The Cash on Hand and in Banks shown on the Balance Sheet exceeds this figure by the amount of Province of Ontario Savings Office Cash on Hand and in Banks.

## NOTE 10

	Year Ended March 31, 1966	Year Ended March 31, 1965
Income Tax*.....	\$292,403,843	\$195,842,112
Proportion of Estate Tax†.....	16,837,500	15,116,000
Corporations Tax.....	252,375,741	232,543,374
Gasoline Tax.....	236,829,198	221,188,555
Hospitals Tax (Amusements).....	6,790,700	5,403,079
Land Transfer Tax.....	6,705,592	5,381,180
Logging Tax.....	2,257,381	2,381,189
Mines Profits Tax.....	14,889,068	14,386,839
Motor Vehicle Fuel Tax.....	14,677,907	12,006,558
Race Tracks Tax (Pari-Mutuel)...	12,161,834	9,372,658
Retail Sales Tax.....	220,998,196	195,298,715
Security Transfer Tax.....	4,199,648	4,214,555
Succession Duty.....	56,968,088	48,682,507
Tobacco.....	2,001,746	.....
Other.....	5,515,160	4,835,121
	<u>\$1,145,611,602</u>	<u>\$966,652,442</u>

\*The five-year agreement whereby the Province rented its rights to levy individual income tax to the Government of Canada terminated on December 31, 1961. The Province entered into a new agreement for the five years commencing January 1, 1962, whereby the Government of Canada is to collect, as agent for the Province, taxes on the income of individuals levied under The Income Tax Act, 1961-62 of the Statutes of Ontario.

†This payment from the federal government represents a payment on account of the additional share of the estate tax that the federal government has agreed to make available to Ontario in respect of estates of persons domiciled in Ontario dying during the three fiscal years 1964-65 to 1966-67. The payment is subject to the condition that the Province does not increase its own succession duty rates beyond those in effect on March 31, 1964.

## NOTE 11

Stumpage Charges amounted to \$13,705,584 in 1966 and \$12,458,561 in 1965.

## NOTE 12

The revenue from Motor Vehicle Licenses and Permits amounted to \$87,511,653 in 1966 and \$80,876,929 in 1965.

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PROVINCE OF ONTARIO

# Financial Report

(ABRIDGED)



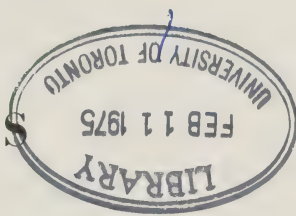
FOR YEAR ENDED  
MARCH 31st

1967

NOTE

All figures have been rounded  
to one thousand dollar amounts.

## C O N T E N T S



3	Treasurer's Foreword
4 and 5	Balance Sheet
6	Surplus Account
7	Surplus on Ordinary Account
8 and 9	Consolidated Revenue Fund
10 and 11	Net Ordinary Revenue and Expenditure
12	Net Capital Receipts
13	Net Capital Disbursements
14	Source and Application of Funds
15	Sources of Ordinary Revenue
16 and 17	Gross Capital Debt
18	Net Capital Debt
19 and 20	Notes



THE HONOURABLE C. S. MACNAUGHTON

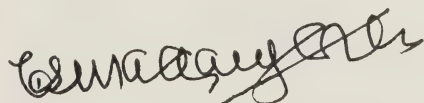


# *Treasurer's Foreword*

This financial report of the Public Accounts of Ontario for the fiscal year ended March 31st, 1967, is presented in abridged form for the use of financial institutions, and others who require up-to-date information on the finances of the Province. The Public Accounts in their complete form and the Report of the Provincial Auditor will be laid before the Legislative Assembly at its next Session.

The accounts of the Province are kept on a "cash" basis, but the Balance Sheet is presented on a modified accrual basis with the adjustments necessary to give effect thereto being made through Surplus Account.

Any questions that may arise from a study of this report should be directed to the Treasury Department.



Treasurer of Ontario

Toronto, November, 1967.

## ASSETS

## CAPITAL

	March 31, 1967	March 31, 1966
	(000's omitted)	
Cash on Hand and in Banks .....	\$ 192,276	\$ 116,186
Temporary Investments .....	70,105	86,261
	<u>262,381</u>	<u>202,447</u>
Loans and Advances—		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds .....	417,795	384,466
Advances—unsecured .....	12,527	9,015
Provincial Crown Corporations—Investments (Note 1) .....	600,738	278,390
Ontario Water Resources Commission—Advances .....	104,814	84,123
Ontario Northland Transportation Commission—Advances .....	34,008	30,208
Provincial Student-Aid Loans .....	4,880	6,038
Municipalities .....	133,318	107,788
Miscellaneous .....	38,938	26,007
	<u>1,347,018</u>	<u>926,035</u>
Revenue-Producing and Realizable Assets .....	1,609,399	1,128,482
Government of Canada (Note 2) .....	4,301	4,301
Highways, Buildings, etc. (Note 3) .....	3,336,182	3,019,776
Liquor Control Board of Ontario—Investment .....	25,033	24,985
Other Loans and Advances .....	260	262
Discount and Exchange on Debentures (less amount amortized) .....	14,930	16,815
Other Capital Assets .....	3,376,405	3,061,838
Total Capital Assets .....	<u>4,990,105</u>	<u>4,194,621</u>

## INCOME

Accounts Receivable (less Reserve) .....	89,500	65,072
Accrued Interest and Discount—		
Provincial Crown Corporations .....	2,826	
Accrued Interest on Advances secured by bonds—		
The Hydro-Electric Power Commission of Ontario .....	3,947	3,010
Interest Receivable (less Reserve)—		
The Agricultural Development Finance Act .....	197	252
Equipment, Stores and Materials (less Reserve) .....	13,720	12,841
Total Income Assets .....	<u>110,190</u>	<u>81,175</u>
	<u>\$5,100,295</u>	<u>\$4,275,796</u>

Approved on behalf of the Treasury Department:  
H. H. WALKER, F.C.A., Acting Deputy Provincial Treasurer.  
G. MCINTYRE, C.A., Comptroller of Accounts.

### LIABILITIES

#### CAPITAL

##### Funded Debt—

	March 31, 1967	March 31, 1966
	(000's omitted)	
Stock and Debentures.....	\$2,622,993	\$2,225,646
Less—Sinking Fund (Note 4).....	147,281	140,281
	<u>2,475,712</u>	<u>2,085,365</u>

##### Unfunded Debt—

Demand Deposits with Province of Ontario Savings Office.....	81,284	79,995
Bank Loan.....	5,000	.....
Special Funds (Note 5).....	310,312	283,129
Provincial Crown Corporations—Liabilities (Note 1).....	94,888	57,692
Miscellaneous.....	2,700	2,805
	<u>494,184</u>	<u>423,621</u>
Total Capital Liabilities.....	<u>2,969,896</u>	<u>2,508,986</u>

#### INCOME

Accounts Payable.....	3,888	1,925
Accrued Interest—Provincial Crown Corporations.....	738	.....
Accrued Interest on Funded Debt.....	37,217	30,243
	<u>41,843</u>	<u>32,168</u>
Total Income Liabilities.....	<u>3,011,739</u>	<u>2,541,154</u>

#### RESERVES

.....	10,045	9,857
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#### SURPLUS

.....	<u>2,078,511</u>	<u>1,724,785</u>
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	<u>\$5,100,295</u>	<u>\$4,275,796</u>
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##### Contingent Liabilities—

Bonds, etc., Guaranteed by the Province (Note 6).....	\$1,927,364	\$1,752,182
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# Surplus Account

FOR FISCAL YEAR ENDED MARCH 31, 1967

(thousands of dollars)

(000's omitted)

Balance at credit March 31, 1966. . . . . \$1,724,785

## ADD:

Surplus on Ordinary Account . . . . .	\$	346	
Surplus of Housing Corporation Limited . . . . .		754	
Provision for Sinking Fund charged to Ordinary Expenditure . . . . .		42,000	
Setting up as Capital Assets:			
Capital Disbursements financed out of Ordinary Revenue . . . . .	\$310,000		
Portion of Expenditures in year ended March 31, 1967 on The St. Lawrence Parks Commission . . . . .		378	
			310,378
Sundry . . . . .			11
			353,489
			2,078,274

## LESS:

Capital Disbursements in year ended March 31, 1937, written off:			
Highways and Roads . . . . .		8,261	
Rural Power Transmission Lines . . . . .		1,000	
			9,261
Transfer of Property to Ryerson Polytechnical Institute . . . . .			7,100
To Provide for Deficit of The Sheridan Park Corporation . . . . .			281
Repayment to Government of Canada under Tax Rental Agreement, 1952-56 . . . . .		599	
			17,241
			2,061,033

## ADD:

Net adjustment to certain Accounts at March 31, 1967 (Note 7) . . . . .		17,478
Balance at credit March 31, 1967, carried to Balance Sheet . . . . .	\$2,078,511	

# Surplus on Ordinary Account

FOR FISCAL YEAR ENDED MARCH 31, 1967

(with comparative figures for 1966)

(thousands of dollars)

	Year ended March 31, 1967	Year ended March 31, 1966 (000's omitted)
NET ORDINARY REVENUE.....	\$1,799,467	\$1,442,845
Less—		
Net Ordinary Expenditure (before items below).....	1,447,121	1,173,249
Provision for Sinking Fund.....	42,000	41,500
Capital Disbursements on Highways, Public Works, etc., financed out of Ordinary Revenue.....	310,000	227,000
NET ORDINARY EXPENDITURE.....	1,799,121	1,441,749
Balance carried to SURPLUS ACCOUNT.....	\$ 346	\$ 1,096

## NET RECEIPTS

	Year ended March 31, 1967 (000's omitted)	Year ended March 31, 1966
Net Ordinary Revenue (see Page 10).....	\$1,799,467	\$1,442,845
Net Capital Receipts (see Page 12).....	156,968	148,633
Public Debt:		
Stock and Debentures.....	456,191	367,628
Province of Ontario Savings Office—Net increase in deposits with Treasurer of Ontario.....	436	.....
Proceeds from Sinking Fund Investments.....	5,963	26,237
Proceeds from Temporary Investments.....	659,125	934,588
Bank Loan.....	5,000	.....
	1,126,715	1,328,453
Total Net Receipts.....	3,083,150	2,919,931
Add--		
Cash in Banks at April 1st.....	114,421	75,694
Uninvested Sinking Fund at April 1st.....	3,609	2,848
	\$3,201,180	\$2,998,473



# Revenue Fund

MARCH 31, 1967

1966)

## NET DISBURSEMENTS

	Year ended March 31, 1967	Year ended March 31, 1966 (000's omitted)
Net Ordinary Expenditure (see Page 11).....	\$1,799,121	\$1,441,749
Net Capital Disbursements (see Page 13).....	493,711	350,047
Public Debt:		
Stock and Debentures.....	59,150	144,342
Province of Ontario Savings Office—Net decrease in deposits with Treasurer of Ontario.....		1,987
Investments purchased for Sinking Fund.....	12,927	10,935
Temporary Investments.....	642,969	931,383
	715,046	1,088,647
Total Net Disbursements.....	3,007,878	2,880,443
Add—		
Cash in Banks at March 31st (Note 8).....	189,657	114,421
Uninvested Sinking Fund at March 31st.....	3,645	3,609
	\$3,201,180	\$2,998,473

# Net Ordinary Revenue

FOR FISCAL

(with comparison)

DEPARTMENT	Year ended March 31, 1967 (000's omitted)	Year ended March 31, 1966 (000's omitted)
Agriculture and Food .....	\$ 1,241	\$ 1,272
Attorney General .....	14,188	13,804
Economics and Development .....	70	45
Education .....	5,900	8,590
Energy and Resources Management .....	487	268
Financial and Commercial Affairs .....	481	.....
Health .....	5,178	4,731
Highways .....	3,794	3,255
Labour .....	2,073	1,787
Lands and Forests .....	26,289	25,513
Mines .....	12,321	16,474
Municipal Affairs .....	822	596
Prime Minister .....	.....	.....
Provincial Secretary and Citizenship .....	3,742	3,444
Public Works .....	1,429	1,363
Reform Institutions .....	884	882
Social and Family Services .....	29	54
Tourism and Information .....	1,666	1,328
Transport .....	100,343	96,128
Treasury .....	1,618,407	1,263,262
University Affairs .....	77	49
Queen's Printer—Stationery Account (Excess of distribution over purchases) .....	46	.....
	<u>\$1,799,467</u>	<u>\$1,442,845</u>

# et Ordinary Expenditure

MARCH 31, 1967

1966)

DEPARTMENT	Year ended March 31, 1967	Year ended March 31, 1966
	(000's omitted)	
Agriculture and Food.....	\$ 30,815	\$ 24,699
Attorney General.....	47,450	39,423
Civil Service.....	1,443	1,189
Economics and Development.....	15,147	7,958
Education.....	557,039	443,521
Energy and Resources Management.....	10,611	7,609
Financial and Commercial Affairs.....	795	.....
Health.....	213,242	164,045
Highways.....	115,887	97,568
Labour.....	9,752	6,885
Lands and Forests.....	36,307	28,529
Lieutenant Governor.....	32	47
Mines.....	2,981	2,535
Municipal Affairs.....	49,429	46,797
Prime Minister.....	256	236
Provincial Auditor.....	657	548
Provincial Secretary and Citizenship.....	6,234	5,671
Public Works.....	17,234	14,945
Reform Institutions.....	22,523	19,499
Social and Family Services.....	90,873	84,843
Tourism and Information.....	9,017	6,138
Transport.....	9,135	8,005
Treasury.....	35,165	29,776
University Affairs.....	103,075	69,584
Queen's Printer—Stationery Account (net).....	.....	25
	1,385,099	1,110,075
Public Debt—Interest, etc.....	62,022	63,174
	1,447,121	1,173,249
Public Debt—Provision for Sinking Fund.....	42,000	41,500
	1,489,121	1,214,749
Capital Disbursements on Highways, Public Works, etc., financed out of Ordinary Revenue.....	310,000	227,000
	\$1,799,121	\$1,441,749

# Net Capital Receipts

FOR FISCAL YEAR ENDED MARCH 31, 1967

(with comparative figures for 1966)

(thousands of dollars)

	Year ended March 31, 1967	Year ended March 31, 1966
	(000's omitted)	
Disposal of Assets—Sales, etc.		
Highways and Roads . . . . .	\$ 610	\$ 682
Land and Buildings . . . . .	166	220
General Works and Improvements . . . . .	738	499
Provincial Parks . . . . .	73	.....
	<u>\$ 1,587</u>	<u>\$ 1,401</u>
Loans and Advances—Repayments		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds . . . . .	1,671	2,332
Advances—unsecured . . . . .	1,730	1,660
Ontario Development Corporation . . . . .	738	.....
Ontario Housing Corporation . . . . .	143	138
The Ontario Municipal Improvement Corporation . . . . .	6,900	2,582
The Ontario Education Capital Aid Corporation . . . . .	715	.....
The Ontario Universities Capital Aid Corporation . . . . .	1,896	630
The Sheridan Park Corporation . . . . .	.....	175
Provincial Student-Aid Loans . . . . .	1,159	1,273
The Municipal Works Assistance Act—		
Forgiveness recovered from Government of Canada . . . . .	9,592	10,325
Loan repayments . . . . .	1,879	288
Other . . . . .	3,672	2,729
	<u>30,095</u>	<u>22,132</u>
Special Funds—Deposits		
Vacation-with-Pay Stamps—Sales . . . . .	14,100	11,243
Public Service Superannuation Fund . . . . .	44,895	44,772
Motor Vehicle Accident Claims Fund . . . . .	8,880	8,198
Ontario Hospital Services Commission . . . . .	2,000	12,000
Other . . . . .	11,461	5,494
	<u>81,336</u>	<u>81,707</u>
Deferred Assets, etc.		
Provision for Sinking Fund . . . . .	42,000	41,500
Other . . . . .	1,950	1,893
	<u>43,950</u>	<u>43,393</u>
	<u>\$156,968</u>	<u>\$148,633</u>

# Net Capital Disbursements

FOR FISCAL YEAR ENDED MARCH 31, 1967

(with comparative figures for 1966)

(thousands of dollars)

	Year ended March 31, 1967 (000's omitted)	Year ended March 31, 1966
<b>Highways, Buildings, etc.</b>		
Highways and Roads .....	\$266,532	\$240,726
Land and Buildings .....	45,691	34,730
General Works and Improvements .....	16,036	3,790
Rural Power Transmission Lines .....	430	579
Provincial Parks .....	5,104	3,124
	<hr/> 333,793	<hr/> 282,949
Less: Financed out of Ordinary Revenue .....	310,000	227,000
	<hr/> \$ 23,793	<hr/> \$ 55,949
<b>Loans and Advances</b>		
The Hydro-Electric Power Commission of Ontario—		
Advances—secured by bonds .....	34,694	48,842
Advances—unsecured .....	5,242	1,800
Ontario Development Corporation .....	7,738	.....
Ontario Housing Corporation .....	12,250	9,250
The Ontario Education Capital Aid Corporation .....	166,185	.....
The Ontario Junior Farmer Establishment Loan Corporation .....	16,210	20,900
The Ontario Municipal Improvement Corporation .....	1,001	3,000
The Ontario Universities Capital Aid Corporation .....	93,105	89,239
The Sheridan Park Corporation .....	320	.....
Ontario Water Resources Commission .....	20,692	8,152
Ontario Northland Transportation Commission .....	3,800	.....
The Municipality of Metropolitan Toronto .....	.....	20,000
The Municipal Works Assistance Act—		
Forgiveness .....	9,606	10,317
Loans .....	27,003	30,416
The Public Hospitals Act, Sec. 5a .....	12,993	9,377
Other .....	4,352	2,736
	<hr/> 415,191	<hr/> 254,029
<b>Special Funds—Repayments</b>		
Vacation-with-Pay Stamps—Redeemed .....	13,137	9,599
Public Service Superannuation Fund .....	17,503	16,897
Motor Vehicle Accident Claims Fund .....	5,213	4,103
Ontario Hospital Services Commission .....	13,000	.....
Other .....	5,149	9,053
	<hr/> 54,002	<hr/> 39,652
<b>Miscellaneous</b>		
Repayments of Mortgage Principal .....	106	115
<b>Reserves</b>		
Sundry .....	20	8
<b>Surplus Account</b>		
Repayment to Government of Canada under Tax Rental Agreement, 1952-56 .....	599	294
	<hr/> \$493,711	<hr/> \$350,047

# Source and Application of Funds

FOR FISCAL YEAR ENDED MARCH 31, 1967

(with comparative figures for 1966)

(thousands of dollars)

## SOURCE OF FUNDS

	Year ended March 31, 1967	Year ended March 31, 1966
	(000's omitted)	
<b>Excess of Ordinary Revenue over Ordinary Expenditure</b> .....	\$ 346	\$ 1,096
<b>Items not Requiring an Outlay of Funds</b>		
Provision for Sinking Fund.....	42,000	41,500
Discount and Exchange on Debentures, written off.....	1,885	1,832
	<u>43,885</u>	<u>43,332</u>
<b>Increase in Liabilities</b>		
Debentures Issued (net of discount).....	456,191**	367,628*
Demand Deposits with Province of Ontario Savings Office (net).....	1,289	.....
Bank Loan.....	5,000	.....
Superannuation Fund (net).....	27,392	26,470
Motor Vehicle Accident Claims Fund (net).....	3,667	4,095
Ontario Hospital Services Commission—Special Account.....	.....	12,000
Deposit—Housing Corporation Limited.....	150	.....
Other (net).....	7,169	3,063
	<u>500,858</u>	<u>413,256</u>
<b>Decrease in Assets</b>		
Temporary Investments (net).....	16,156	3,205
Loans and Advances—Repayments.....	30,095	22,132
Disposal of Assets—Sales, etc.....	1,588	1,401
Sinking Fund Investments Matured.....	5,962	26,237
Other.....	1	6
	<u>53,802</u>	<u>52,981</u>
	<u>\$598,891</u>	<u>\$510,665</u>

## APPLICATION OF FUNDS

<b>Investment in Physical Assets</b>		
Highways and Roads.....	\$266,532	\$240,726
Land and Buildings.....	45,691	34,730
General Works and Improvements.....	16,036	3,790
Rural Power Transmission Lines.....	430	579
Provincial Parks.....	5,104	3,124
	<u>333,793</u>	<u>282,949</u>
Less: Financed out of Ordinary Revenue.....	310,000	227,000
	<u>23,793</u>	<u>55,949</u>
<b>Increase in Other Assets</b>		
Cash on Hand and in Banks.....	76,090	39,640
Loans and Advances.....	415,191**	254,029*
Sinking Fund Investments Purchased.....	12,927	10,935
Uninvested Sinking Fund.....	35	761
	<u>504,243</u>	<u>305,365</u>
<b>Decrease in Liabilities</b>		
Debentures Retired.....	59,150	144,342
Ontario Hospital Services Commission—Special Account (net)....	11,000	.....
Demand Deposits with Province of Ontario Savings Office (net) ..	.....	1,080
Other.....	106	3,635
	<u>70,256</u>	<u>149,057</u>
<b>Decrease in Surplus</b>		
Repayment to Government of Canada under Tax Rental Agree- ment, 1952-56.....	599	294
	<u>\$598,891</u>	<u>\$510,665</u>

\*Includes \$50,000,000 issued in New York for The Hydro-Electric Power Commission of Ontario, less discount assumed of \$1,157,500.

\*\*Includes \$35,000,000 issued in New York for The Hydro-Electric Power Commission of Ontario, less discount assumed of \$306,250.



# Sources of Ordinary Revenue

FOR FISCAL YEAR ENDED MARCH 31, 1967

(with comparative figures for 1966)

(thousands of dollars)

	Year ended March 31, 1967 (000's omitted)	Year ended March 31, 1966
<b>Government of Canada—</b>		
Annual Subsidies.....	\$ 4,624	\$ 4,624
Interest—Common School Fund.....	73	73
	<hr/> 4,697	<hr/> 4,697
 <b>Revenue Derived from Individuals and Corporations Receiving the Benefit of Provincial Services, Special Privileges or the use of Natural Resources and Properties, Profits from Trading, etc.</b>		
Taxation (Note 9).....	1,487,532	1,145,612
Royalties (Note 10).....	13,926	14,271
Timber, Game and Fish, Sand and Gravel, etc.		
Licenses and Permits (Note 11).....	100,664	96,776
Motor Vehicles, Hunting and Fishing, Parks, Insurance, Marriage, Theatres, Racing, Mines, etc.		
Fees.....	29,721	26,857
Local Registrars, Sheriffs, Crown Attorneys, Municipal Policing, Magistrates, etc., Motor Vehicles, Companies' and Brokers' Registrations, etc., Tuition, Examinations, etc., Inspections, Fire Protection, Parks, Mine Recording, etc.		
Fines and Penalties.....	4,055	3,222
Trading Activities.....	133,700	125,200
Liquor Control Board of Ontario—		
Profits, Gallonage Fees, Licenses, Permits, Fines, etc.		
Public Domain.....	8,130	7,352
Water Rentals, Crown Land Leases, etc.		
Sales.....	3,131	2,437
Produce, Live Stock, Equipment, Services, etc.		
Rent, Board, Maintenance of Patients, Perquisites, etc.....	8,077	7,102
Miscellaneous.....	5,834	9,319
	<hr/> \$1,799,467	<hr/> \$1,442,845

# Gross Capital Debt

AND INVESTMENT THEREOF AS AT MARCH 31, 1967  
(with comparative figures for 1966)  
(thousands of dollars)

	1967	1966
	(000's omitted)	
<b>Funded Debt—</b>		
Stock and Debentures.....	\$2,622,993	\$2,225,646
Less—Sinking Fund.....	147,281	140,281
	<u>2,475,712</u>	<u>2,085,365</u>
 <b>Unfunded Debt—</b>		
Province of Ontario Savings Office—Customers' Deposits.....	81,284	79,995
Bank Loan.....	5,000	
Special Funds (Note 5).....	310,312	283,129
Provincial Crown Corporations—Liabilities.....	94,888	57,692
Miscellaneous.....	2,700	2,805
	<u>494,184</u>	<u>423,621</u>
 <b>GROSS CAPITAL DEBT.....</b>	<u><u>\$2,969,896</u></u>	<u><u>\$2,508,986</u></u>
 <b>Investment Thereof—</b>		
Revenue-Producing and Realizable Capital Assets—		
Cash on Hand in Banks.....	\$ 192,276	\$ 116,186
Temporary Investments.....	70,105	86,261
The Hydro-Electric Power Commission of Ontario—Advances.....	430,322	393,481
Provincial Crown Corporations—Investments (Note 1).....	600,738	278,390
Ontario Water Resources Commission—Advances.....	104,814	84,123
Ontario Northland Transportation Commission—Advances.....	34,008	30,208
Provincial Student-Aid Loans.....	4,880	6,038
Loans to Municipalities.....	133,318	107,788
Miscellaneous.....	38,938	26,007
	<u>1,609,399</u>	<u>1,128,482</u>
 Government of Canada.....	<u>4,301</u>	<u>4,301</u>
 Other Capital Assets—		
Highways, Buildings, etc.....	3,336,182	3,019,776
Liquor Control Board of Ontario—Investment.....	25,033	24,985
Other Loans and Advances.....	260	262
Discount and Exchange on Debentures (less amount amortized).....	14,930	16,815
	<u>3,376,405</u>	<u>3,061,838</u>
 Total Capital Assets.....	<u>4,990,105</u>	<u>4,194,621</u>
LESS—Portion of above Capital Assets acquired through investment of Surplus and Reserves.....	<u>2,020,209</u>	<u>1,685,635</u>
	<u><u>\$2,969,896</u></u>	<u><u>\$2,508,986</u></u>

# Gross Capital Debt

INCREASE FOR FISCAL YEAR ENDED MARCH 31, 1967

(thousands of dollars)

	1967	1966 (000's omitted)	Increase 1967 over 1966
Funded Debt.....	\$2,475,712	\$2,085,365	\$390,347
Unfunded Debt.....	494,184	423,621	70,563
GROSS CAPITAL DEBT.....	<u>\$2,969,896</u>	<u>\$2,508,986</u>	<u>\$460,910</u>

## Gross Capital Debt Increased By—

Capital Disbursements on Highways, Buildings, Public Works, etc.....		\$333,793
Less—Capital Receipts.....	\$ 1,588	
—Financed out of Ordinary Revenue.....	310,000	
		<u>311,588</u>
Increase in Cash on Hand and in Banks.....		22,205
Advances to The Hydro-Electric Power Commission of Ontario (net).....		76,090
Increase in Investments of Provincial Crown Corporations (net)—		36,842
The Ontario Education Capital Aid Corporation.....	165,470	
The Ontario Universities Capital Aid Corporation.....	91,209	
Ontario Housing Corporation.....	50,497	
The Ontario Junior Farmer Establishment Loan Corporation.....	14,977	
Other.....	195	
		<u>322,348</u>
Advances to Ontario Water Resources Commission.....		20,692
Advances to Ontario Northland Transportation Commission.....		3,800
Increase in Loans to Municipalities, Miscellaneous Loans, etc. (net)—		
The Municipal Works Assistance Act, 1963.....	25,138	
The Public Hospitals Act, Sec. 5a.....	12,258	
Other.....	1,063	
		<u>38,459</u>
Accrued Interest and Discount of Provincial Crown Corporations (net).....		2,088
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.....		599
Increase in Deficit of The Sheridan Park Corporation.....		280
		<u>523,403</u>

## Gross Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure.....	42,000	
Surplus on Ordinary Account.....	346	
		<u>42,346</u>
Decrease in Temporary Investments.....	16,156	
Decrease in Provincial Student-Aid Loans.....	1,159	
Discount and Exchange on Debentures, written off.....	1,885	
Increase in Reserves (net).....	187	
Surplus of Housing Corporation Ltd.....	754	
Surplus of Ontario Development Corporation.....	1	
Accrued Interest on Loan to The Sheridan Park Corporation.....	5	
		<u>62,493</u>
		<u>\$460,910</u>

Net Increase in Gross Capital Debt—.....

# Net Capital Debt

DECREASE FOR FISCAL YEAR ENDED MARCH 31, 1967  
(thousands of dollars)

	1967	1966 (000's omitted)	Decrease 1967 under 1966
Gross Capital Debt.....	\$2,969,896	\$2,508,986	\$460,910
Revenue-Producing and Realizable Assets.....	1,609,399	1,128,482	480,917
NET CAPITAL DEBT.....	<u>\$1,360,497</u>	<u>\$1,380,504</u>	<u>\$ 20,007</u>

## Net Capital Debt Decreased By—

Provision for Sinking Fund Charged to Ordinary Expenditure.....	\$ 42,000	
Surplus on Ordinary Account.....	346	
	<u>42,346</u>	
Discount and Exchange on Debentures, written off.....	1,885	
Increase in Reserves (net).....	187	
Surplus Adjustments—Provincial Crown Corporations (net).....	480	
Miscellaneous (net).....	1	
	<u>1</u>	\$ 44,899

## Net Capital Debt Increased By—

Capital Disbursements on Highways, Buildings, Public Works, etc.....	333,793	
Less—Capital Receipts.....	\$ 1,588	
—Financed out of Ordinary Revenue.....	310,000	
	<u>311,588</u>	
	22,205	
Accrued Interest and Discount of Provincial Crown Corporations (net).....	2,088	
Repayment to Government of Canada under Tax Rental Agreement, 1952-56.	599	
	<u>24,892</u>	
Net Decrease in Net Capital Debt—		<u>\$ 20,007</u>

# Notes

(all figures in thousands of dollars)

## NOTE 1 PROVINCIAL CROWN CORPORATIONS

As at March 31, 1967

	Investments	Liabilities
Housing Corporation Limited.....	\$ 666	\$ 5
Ontario Development Corporation.....	7,280	.....
Ontario Housing Corporation.....	96,792	54,436
Ontario Student Housing Corporation.....	350	2
The Ontario Education Capital Aid Corporation.....	165,470	.....
The Ontario Junior Farmer Establishment Loan Corporation.....	57,942	13,406
The Ontario Municipal Improvement Corporation.....	45,012	27,000
The Ontario Universities Capital Aid Corporation.....	225,419	.....
The Sheridan Park Corporation.....	1,807	39
	<u>\$600,738</u>	<u>\$94,888</u>

Assets and Liabilities eliminated by Contra in the Balance Sheet of the Province—

Advances due to Treasurer of Ontario—	
Ontario Housing Corporation.....	\$ 42,175
Ontario Student Housing Corporation.....	350
The Ontario Education Capital Aid Corporation.....	165,470
The Ontario Junior Farmer Establishment Loan Corporation.....	46,800
The Ontario Municipal Improvement Corporation.....	12,139
The Ontario Universities Capital Aid Corporation.....	225,419
The Sheridan Park Corporation.....	2,145
Investment by the Treasurer of Ontario—	
Ontario Development Corporation.....	7,000
Deposit held by the Treasurer of Ontario—	
Housing Corporation Limited.....	150

## NOTE 2

This amount consists of (a) Debt Account—\$2,848 and (b) Common School Fund—\$1,453.

The Debt Account is a capitalized amount, related to the debt of the old Province of Canada, on which the Government of Canada pays the Province interest at 5% per annum.

The Common School Fund, held in trust for Ontario and Quebec jointly, was derived from the sale of Crown lands set aside for the benefit of the common schools by statutes enacted before Confederation. The Provinces receive interest on the Fund at the rate of 5% per annum, in proportion to their respective populations as determined by the latest decennial census.

## NOTE 3 HIGHWAYS, BUILDINGS, ETC.

As at March 31, 1967

Highways and Roads.....	\$2,861,006	
Less—Capital Disbursements to March 31, 1937 written off...	228,038	
		\$2,632,968
Rural Power Transmission Lines.....	\$ 117,416	
Less—Capital Disbursements to March 31, 1937 written off...	8,733	
		108,683
Land and Buildings.....		514,129
General Works and Improvements.....		45,775
Provincial Parks.....		14,969
The Niagara Parks Commission—		
Equity at October 31, 1966.....		9,456
The St. Lawrence Parks Commission—		
Equity at March 31, 1967.....		10,202
		<u>\$3,336,182</u>

## NOTE 4 SINKING FUND—INVESTMENTS

As at March 31, 1967

	PAR VALUE
Securities Issued by the Province.....	\$ 96,904
Bonds Guaranteed by the Province—	
The Hydro-Electric Power Commission of Ontario.....	20,750
Ontario Northland Transportation Commission.....	2,502
The Ontario Municipal Improvement Corporation.....	1,000
University of Toronto.....	81
Government of Canada Bonds.....	22,400
	<u>\$143,637</u>
Uninvested Funds as at March 31, 1967.....	3,644
	<u>\$147,281</u>

## NOTE 5

### SPECIAL FUNDS

As at March 31, 1967

Public Service Superannuation Fund.....	\$252,327
Motor Vehicle Accident Claims Fund.....	21,006
Vacation-with-Pay Stamps—Trust Account.....	8,551
Ontario Hospital Services Commission.....	13,000
Miscellaneous.....	15,428
	<u>\$310,312</u>

## NOTE 6

### CONTINGENT LIABILITIES

As at March 31, 1967

Obligations of—

The Hydro-Electric Power Commission of Ontario.....	\$1,883,252
Ontario Northland Transportation Commission.....	21,535
University of Toronto.....	19,000
Co-operative Associations.....	643
Ontario Food Terminal Board.....	5,000
Miscellaneous.....	21,267
	<u>\$1,950,697</u>

Less—Bonds in Sinking Fund (Note 4).....

23,333

\$1,927,364

## NOTE 7

This item is comprised as follows:

Increase in Income Assets.....	\$26,189
Increase in Investment—	
Liquor Control Board of Ontario.....	47
Increase in Equity of The Niagara Parks Commission.....	179
	<u>\$26,415</u>
Less—Increase in Income Liabilities.....	8,937
	<u>\$17,478</u>

# Notes

(all figures in thousands of dollars)

## NOTE 8

The Cash on Hand and in Banks shown on the Balance Sheet exceeds this figure by the amount of Province of Ontario Savings Office Cash on Hand and in Banks.

## NOTE 10

Stumpage Charges amounted to \$13,273 in 1967 and \$13,706 in 1966.

## NOTE 9

	Year Ended March 31, 1967	Year Ended March 31, 1966
Income Tax*	\$ 393,837	\$ 292,404
Proportion of Estate Tax†	19,743	16,838
Corporations Tax	274,500	252,376
Gasoline Tax	266,391	236,829
Hospitals Tax (Amusements)	8,127	6,791
Land Transfer Tax	8,528	6,705
Logging Tax	1,745	2,257
Mines Profits Tax	10,640	14,889
Motor Vehicle Fuel Tax	18,196	14,678
Race Tracks Tax (Pari-Mutuel)	14,673	12,162
Retail Sales Tax	385,575	220,998
Security Transfer Tax	3,503	4,200
Succession Duty	57,913	56,968
Tobacco	18,553	2,002
Other	5,608	5,515
	<u>\$1,487,532</u>	<u>\$1,145,612</u>

## NOTE 11

The revenue from Motor Vehicles Licenses and Permits amounted to \$90,436 in 1967 and \$87,512 in 1966.

\*The five-year agreement whereby the Province rented its rights to levy individual income tax to the Government of Canada terminated on December 31, 1961. The Province entered into a new agreement for the five years commencing January 1, 1962, which has been amended to include the taxation year 1968, whereby the Government of Canada is to collect, as agent for the Province, taxes on the income of individuals levied under The Income Tax Act, 1961-62 of the Statutes of Ontario, as amended.

†This payment from the federal government represents a payment on account of the additional share of the estate tax that the federal government has agreed to make available to Ontario in respect of estates of persons domiciled in Ontario dying after March 31, 1964. The payment is subject to the condition that the Province does not increase its own succession duty rates beyond those in effect on March 31, 1964.



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**PROVINCE OF ONTARIO**

**1969**  
**FINANCIAL REPORT**



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## FINANCIAL REPORT

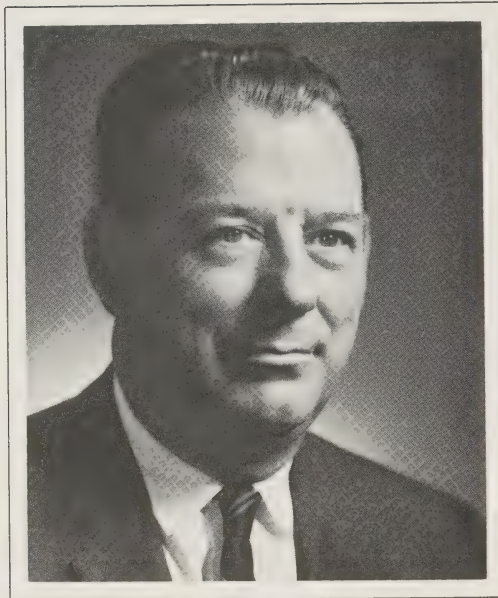
Year Ended March 31, 1969

### FINANCIAL HIGHLIGHTS

	1969	1968
	(\$ Thousands)	
Net budgetary revenue .....	2,595,220	2,146,871
Net budgetary expenditure excluding provision for sinking fund ...	2,736,204	2,253,619
Deficit .....	140,984	106,748

### AT YEAR END

Stock and debentures .....	3,961,326	3,237,217
Net debt .....	1,591,459	1,450,475
Net debt per capita .....	\$214.34	\$203.79
Net debt as a percentage of provincial domestic product .....	6.6%	6.5%





## TREASURER'S REPORT

It is with pleasure that I submit to you the 1969 Financial Report of the Province of Ontario.

In the 1968-69 fiscal year, the government was under heavy pressure for major expenditure increases over the previous year in a number of high priority areas, such as education, health and aid to local governments. This was the fiscal year when the residential property tax reduction grants were introduced, the administration of justice was taken over from local authorities and major increases were made in the government's assistance to school boards and universities. As a result of the government's emphasis on greater efficiency, and restraint wherever possible and realistic, it was possible to stay well within the original budget estimates with total net general expenditure some \$44 million below the budget forecast.

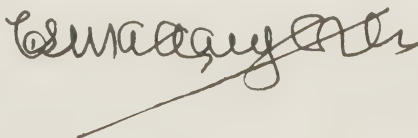
Total government revenue was significantly higher than anticipated in the Budget. While tax revenue was about one per cent above the original estimate, liquor revenues jumped sharply because of a prolonged strike in Quebec and the federal government made a catch-up payment of about \$35 million for post-secondary education spending in 1967-68. Consequently, net general revenue was about \$90 million higher than originally anticipated.

These buoyant revenues and spending restraints combined to keep the government's budgetary deficit down to about \$141 million compared to the budget forecast of \$275 million. This budgetary deficit is the equivalent of the increase in the government's net debt, which rose to \$1,591 million by the end of the fiscal year. This level of debt remains well within the Ontario Committee on Taxation's guideline of 9% of provincial domestic product.

Proceeds of Canada Pension Plan loans and other non-public debenture issues combined with non-budgetary receipts were adequate to finance the budgetary deficit and a high level of lending by the Province for purposes such as school, university, hospital and public housing construction. In addition, these funds enabled the government to finance its debt retirements during the year.

This year's financial report contains a summary of departmental services, beginning on page 23 which is intended to give the reader some insight into the various programs and services provided by each department of the provincial government.

Again, I would welcome any comments that readers may wish to make and I suggest that any question with respect to the contents of the Report be directed to the Government Accounts Division of the Department of Treasury and Economics.

A handwritten signature in dark ink, appearing to read "C. Macdonald", is written over a horizontal line.

Toronto, November 1969.

PROVINCE OF ONTARIO

STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 1969

(with comparative figures for 1968)

ASSETS

	1969	1968
	(\$ Thousands)	
Cash .....	384,418	264,006
Temporary investments (at cost) .....	9,823	35,257
	394,241	299,263
Advances to commissions (note 2) .....	889,443	711,203
Advances and investments — crown corporations (note 3) .....	1,197,204	823,953
Loans to municipalities .....	169,976	165,737
Other loans and investments (at cost — note 4) .....	112,818	89,148
Fixed assets (valued at \$1.00 — note 5) .....	—	—
Inactive assets (note 6) .....	4,347	4,556
Total assets .....	2,768,029	2,093,860
Less reserve for inactive assets .....	4,301	4,509
Net realizable assets .....	2,763,728	2,089,351
Net debt .....	1,591,459	1,450,475
	4,355,187	3,539,826

Approved on behalf of the Department of Treasury and Economics:

H. I. MACDONALD, Deputy Treasurer of Ontario and Deputy Minister of Economics.

G. McINTYRE, C.A., Comptroller of Accounts.

LIABILITIES

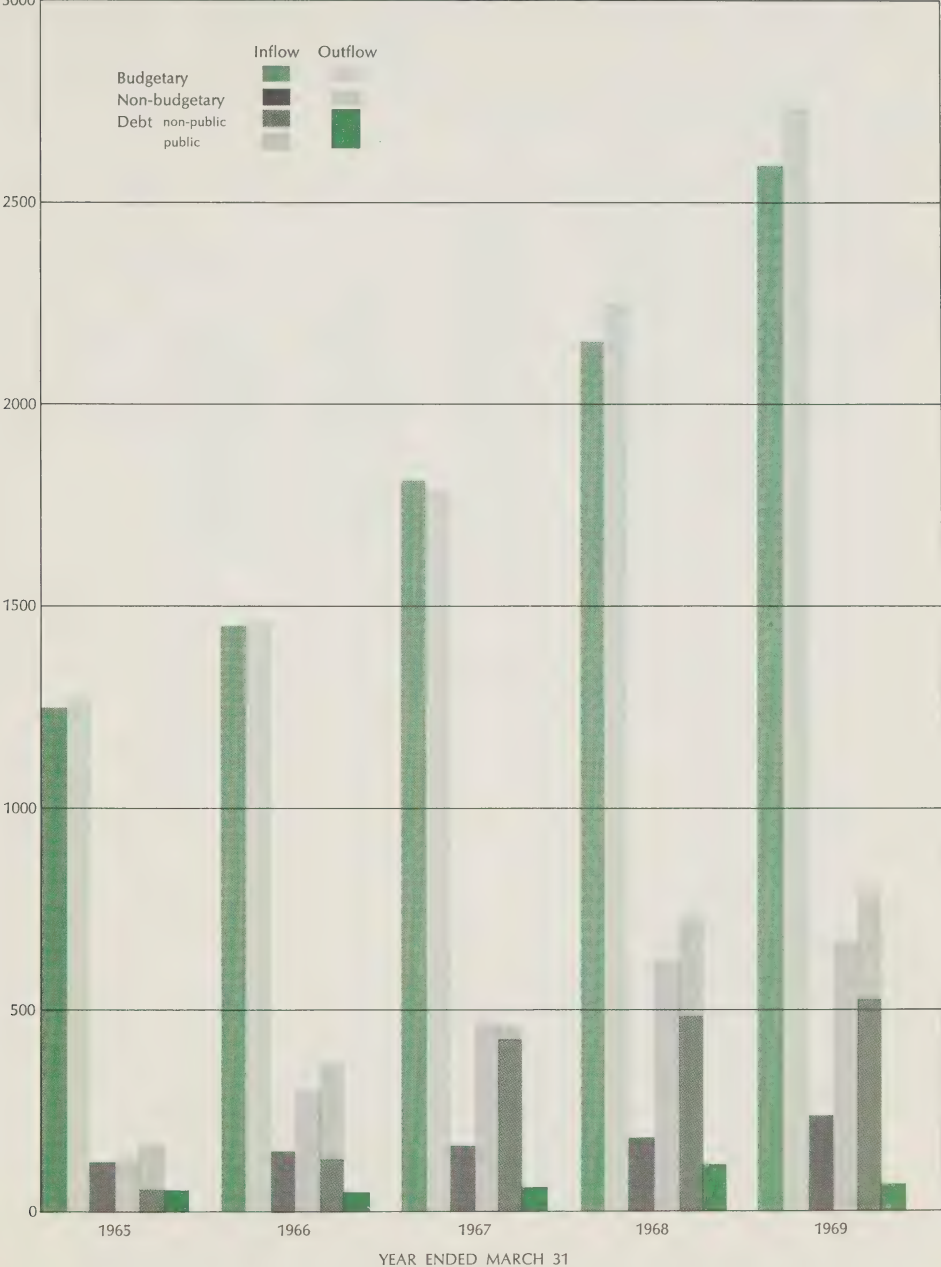
	1969	1968
	(\$ Thousands)	
Demand deposits with the Province of Ontario Savings Office .....	102,429	92,116
Pension funds (note 7) .....	327,890	287,646
Deposit, trust and reserve accounts .....	105,894	53,128
Stock and debentures (note 8) .....	3,961,326	3,237,217
Less sinking fund (note 9) .....	142,352	130,281
	3,818,974	3,106,936
	4,355,187	3,539,826
Contingent liabilities (note 10) .....	2,126,738	1,933,251

## CONSOLIDATED REVENUE FUND (note 11)

Year ended March 31

	1969		1968	
			(\$ Thousands)	
<b>opening balance</b>				
Cash and temporary investments .....	299,263		259,762	
Uninvested sinking fund .....	942	300,205	3,644	263,406
<b>budgetary transactions</b>				
Net general revenue (page 8) .....	2,595,220		2,146,871	
Net general expenditure excluding provision for sinking fund (page 12) .....	(2,736,204)		(2,253,619)	
Increase in net debt .....	(140,984)		(106,748)	
Provision for sinking fund .....	(39,000)	(179,984)	(43,000)	(149,748)
<b>non-budgetary transactions</b>				
Receipts and credits (page 14) .....	237,234		181,487	
Disbursements and charges (page 15) .....	(674,311)	(437,077)	(618,461)	(436,974)
<b>debt transactions</b> (page 16)				
Proceeds of loans				
non-public .....	524,309		488,118	
public .....	265,491		235,150	
	789,800		723,268	
Net change in sinking fund investments .....	(13,013)		14,298	
Loans matured or retired .....	(65,690)	711,097	(114,045)	623,521
<b>closing balance</b>				
Cash and temporary investments .....	394,241		299,263	
Uninvested sinking fund .....	—	394,241	942	300,205

MILLIONS OF DOLLARS 3000  
**CONSOLIDATED REVENUE FUND ACTIVITY**



## SOURCES OF NET GENERAL REVENUE

Year ended March 31

### taxation

	1969		1968	
	(\$ Thousands)	%	(\$ Thousands)	%
Personal income tax collection agreement .....	620,476	23.9	551,004	25.6
Retail sales tax .....	485,588	18.7	435,666	20.3
Gasoline tax .....	337,284	13.0	283,221	13.2
Corporations tax .....	332,964	12.8	302,273	14.1
Succession duty .....	68,472		59,638	
Tobacco tax .....	54,220		18,983	
Motor vehicle fuel tax .....	26,298		21,527	
Share of federal estate tax .....	21,677		20,628	
Mines profits, acreage, gas .....	19,820		16,334	
Race tracks tax .....	18,999		15,091	
Land transfer tax .....	12,566		10,823	
Hospitals tax .....	10,440		9,524	
Security transfer tax .....	7,374		4,835	
Income tax — public utilities .....	5,463		1,576	
Logging tax .....	1,444		1,662	
Other taxation .....	4,504		4,355	
	2,027,589	78.2	1,757,140	81.9

### liquor control board of ontario .....

192,577	7.4	149,142	6.9
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### licenses and permits

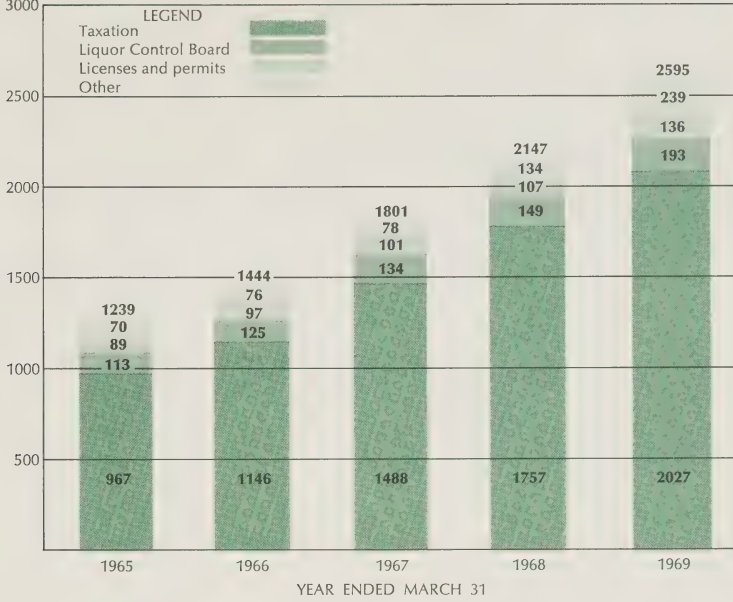
Motor vehicles, hunting and fishing, parks, insurance, marriage, theatres, racing, mines, etc. ....	136,231	5.2	107,352	5.0
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### other revenue .....

238,823	9.2	133,237	6.2
2,595,220	100.0	2,146,871	100.0

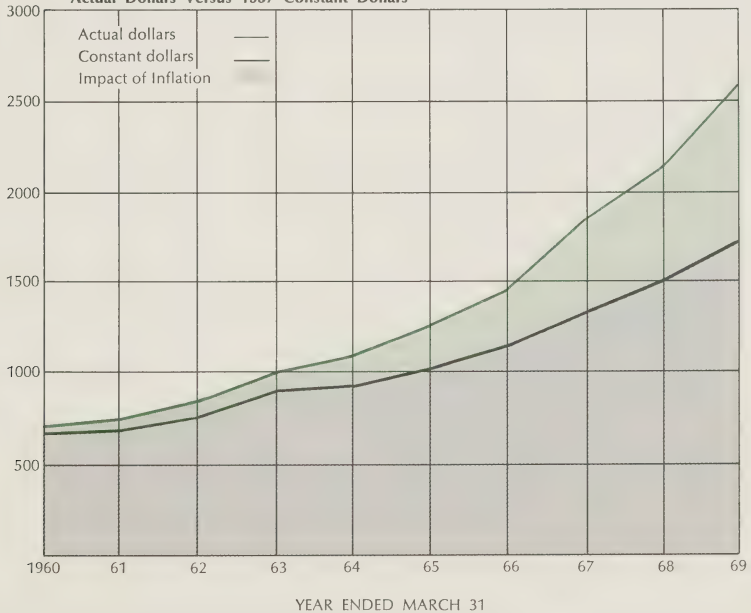


MILLIONS OF DOLLARS **SOURCES OF NET GENERAL REVENUE**



**NET GENERAL REVENUE**

MILLIONS OF DOLLARS — Actual Dollars Versus 1957 Constant Dollars



# NET GENERAL EXPENDITURE BY MINISTERIAL RESPONSIBILITY

(excluding provision for sinking fund)

Year ended March 31

	1969		1968		Page Ref.*
	(\$ Thousands)	%	(\$ Thousands)	%	
<b>education</b>					24
Legislative grants to local school authorities .....	574,083		498,135		
Assistance to school boards to construct and equip additional vocational units, etc. ....	66,974		57,600		
Contribution to the Teachers' Superannuation Fund .....	54,952		47,752		
Grants to technical and technological institutes .....	52,919		35,544		
Other .....	64,568		56,698		
	813,496	29.7	695,729	30.8	
<b>highways</b>					28
Construction of roads and other capital projects .....	210,537		214,988		
Municipal subsidies — construction .....	82,699		77,353		
— maintenance .....	49,707		45,615		
Highway maintenance, etc. ....	82,909		76,355		
GO Transit construction and maintenance .....	12,788		8,715		
	438,640	16.0	423,026	18.7	
<b>health</b>					27
Mental hospitals and hospital schools, etc. ....	122,813		103,543		
Contribution to Ontario Hospital Care Insurance Plan ....	97,000		90,000		
Construction grants to public hospitals and boards .....	52,089		26,256		
Payments for medical services, net of subscriber premiums and recoveries .....	37,000		25,859		
Other .....	57,974		68,578		
	366,876	13.4	314,236	13.8	
<b>university affairs</b>					40
Grants to universities and colleges .....	250,104		187,886		
Student awards .....	28,403		21,986		
Other .....	4,212		1,773		
	282,719	10.3	211,645	9.4	
<b>municipal affairs</b>					32
Residential property tax reduction .....	109,957		—		
Unconditional grants to municipalities .....	44,238		39,775		
Other grants, subsidies and payments to municipalities ...	24,203		26,470		
Other .....	7,756		3,185		
	186,154	6.8	69,430	3.8	

\* A summary of the services provided by the department is presented on the page noted in this column.

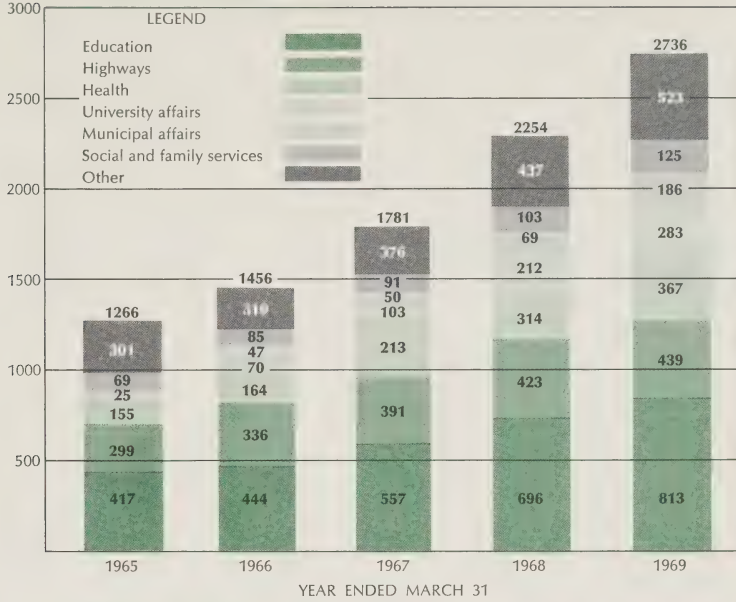
	1969		1968		Ref.* Page
	(\$ Thousands)	%	(\$ Thousands)	%	
<b>social and family services</b>					35
Income maintenance .....	103,850		86,561		
Child care .....	18,074		15,097		
Rehabilitation and development .....	3,252		1,694		
	<u>125,176</u>	4.6	<u>103,352</u>	4.5	
<b>treasury and economics</b>					38
<b>(excluding provision for sinking fund)</b>					
Interest on public debt .....	72,293		64,163		
Contribution to pension plans for government employees and members of the Legislature and employee insurance plan	32,087		30,388		
Other .....	8,318		5,487		
	<u>112,698</u>	4.1	<u>100,038</u>	4.4	
<b>public works</b>					34
Construction of public buildings, etc. ....	50,663		50,862		
Maintenance and repairs of public buildings, etc. ....	32,605		18,765		
	<u>83,268</u>	3.4	<u>69,627</u>	3.0	
<b>justice</b>					29
Ontario Provincial Police .....	39,371		34,630		
Contribution to Legal Aid Fund .....	7,032		3,890		
Other .....	40,173		25,673		
	<u>86,576</u>	3.1	<u>64,193</u>	2.8	
<b>lands and forests</b> .....	58,720	2.1	50,814	2.2	31
<b>agriculture and food</b> .....	42,763	1.5	36,402	1.6	23
<b>correctional services</b> .....	39,817	1.4	28,312	1.2	24
<b>energy and resources management</b>					25
Ontario Water Resources Commission .....	13,954		7,774		
Other .....	7,861		10,928		
	<u>21,815</u>		<u>18,702</u>		

\* A summary of the services provided by the department is presented on the page noted in this column.

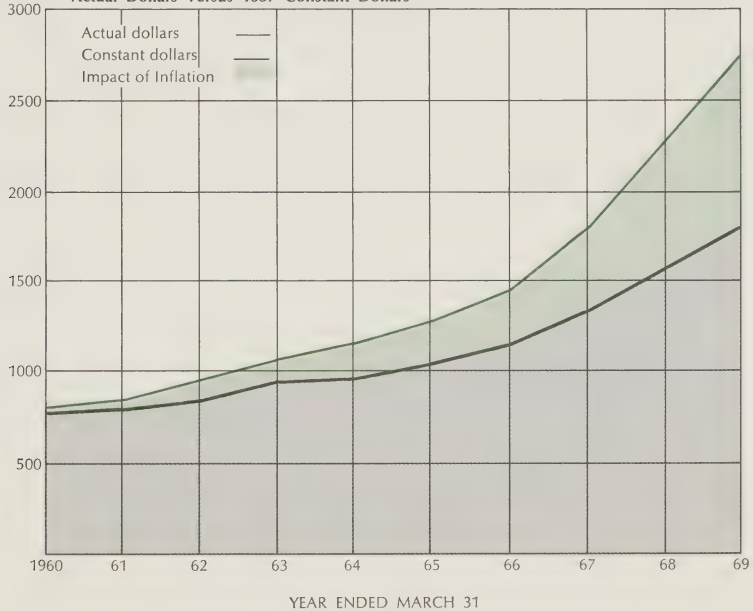
	<u>1969</u>		<u>1968</u>		Ref.* Page
	(\$ Thousands)	%	(\$ Thousands)	%	
trade and development .....	13,628		12,016		36
tourism and information .....	11,447		11,532		36
transport .....	12,013		10,623		37
labour .....	12,280		9,811		30
revenue .....	9,504		8,232		35
provincial secretary and citizenship .....	6,892		6,615		33
mines .....	5,106		3,812		31
financial and commercial affairs .....	3,178		2,692		26
civil service .....	2,196		1,692		23
provincial auditor .....	850		755		33
prime minister .....	357		300		33
lieutenant governor .....	35		33		31
total net general expenditure excluding provision for sinking fund .....	2,736,204	100.0	2,253,619	100.0	

\* A summary of the services provided by the department is presented on the page noted in this column.

MILLIONS OF DOLLARS **NET GENERAL EXPENDITURE\***



MILLIONS OF DOLLARS **NET GENERAL EXPENDITURE\***  
— Actual Dollars Versus 1957 Constant Dollars



\* Excluding provision for sinking fund.

## NON-BUDGETARY TRANSACTIONS

Year ended March 31

	1969	1968
	(\$ Thousands)	
<b>receipts and credits</b>		
Province of Ontario Savings Office (net) .....	10,329	13,386
Repayments of loans and advances		
The Hydro-Electric Power Commission of Ontario .....	5,092	5,416
The Municipal Works Assistance Act .....	6,506	13,434
The Ontario Municipal Improvement Corporation .....	3,500	3,771
The Ontario Universities Capital Aid Corporation .....	4,869	3,286
The Ontario Education Capital Aid Corporation .....	14,316	6,931
Other .....	9,326	5,507
	43,609	38,345
Deposits to pension funds and deposit, trust and reserve accounts .....	144,296	86,756
Provision for sinking fund .....	39,000	43,000
<b>total receipts and credits</b> .....	237,234	181,487



NON-BUDGETARY TRANSACTIONS

Year ended March 31

	1969	1968
	(\$ Thousands)	
disbursements and charges		
Loans and advances		
Capital financial assistance to hospitals .....	26,805	21,808
Ontario Development Corporation .....	4,406	145
Ontario Housing Corporation .....	15,225	31,725
Ontario Northland Transportation Commission .....	—	700
Ontario Student Housing Corporation .....	150	2,684
Ontario Water Resources Commission .....	7,898	14,070
The Hydro-Electric Power Commission of Ontario:		
General advances .....	156,300	125,150
Advances for nuclear powered generating station .....	19,097	7,498
The Municipal Works Assistance Act .....	8,494	45,073
The Ontario Education Capital Aid Corporation .....	180,285	167,555
The Ontario Junior Farmer Establishment Loan Corporation .....	21,900	19,700
The Ontario Municipal Improvement Corporation .....	2,660	8,525
The Ontario Universities Capital Aid Corporation .....	172,789	106,309
Other .....	6,538	5,185
	622,547	556,127
Payments from pension funds and deposit, trust and reserve accounts ...	51,764	62,334
total disbursements and charges .....	674,311	618,461

## DEBT TRANSACTIONS

Year ended March 31

### proceeds of loans

	1969		1968
		(\$ Thousands)	
Non-public			
Debentures issued to —			
Canada Pension Plan Investment Fund .....	411,993		375,902
Municipal Development and Loan Board .....	6,216		32,316
Ontario Municipal Employees Retirement Fund ..	33,100		24,900
Teachers Superannuation Fund .....	73,000		55,000
	<u>524,309</u>		<u>488,118</u>
Public			
Debentures issued to the public —			
On behalf of The Hydro-Electric Power			
Commission of Ontario .....	156,300		125,150
For general purposes .....	104,191		110,000
	<u>260,491</u>		<u>235,150</u>
Bank loan .....	5,000		—
	<u>265,491</u>	789,800	<u>235,150</u>
			723,268
net change in sinking fund investments .....		(13,013)	14,298

### loans matured or retired

Non-public			
Debentures issued to —			
Municipal Development and Loan Board .....	( 3,454)		( 2,713)
Public			
Debentures issued to the public —			
On behalf of The Hydro-Electric Power			
Commission of Ontario .....	( 3,618)		( 4,001)
For general purposes .....	(53,618)		(102,331)
	<u>(57,236)</u>		<u>(106,332)</u>
Bank loan .....	( 5,000)		( 5,000)
	<u>(62,236)</u>	<u>(65,690)</u>	<u>(111,332)</u>
			(114,045)
total debt transactions .....	711,097		623,521

# NOTES TO THE FINANCIAL STATEMENTS

(All figures in thousands of dollars)

## note 1. basis of reporting

The financial statements reflect the “cash flow” principle of accounting used by the Province of Ontario in which transactions are recorded as cash flows in and out of the Consolidated Revenue Fund. As the name implies, it is through this fund that Provincial money must pass in accordance with the annual budget approved by the Legislature whose duty it is to report to the public on the source and disposition of the revenues which it receives.

With respect to the financial operations of provincial crown corporations, agencies, boards and commissions, the financial statements presented in this Report reflect (i) the year-end position of the advances to or the investments in these entities which are made from the Consolidated Revenue Fund and (ii) the extent to which their operations have been financed from or have contributed to the Fund for the year.

## note 2. advances to commissions

The Hydro-Electric Power Commission of Ontario:			
Secured by bonds of the Commission	\$691,626		
Unsecured	36,233	\$	727,859
Ontario Water Resources Commission			126,782
Ontario Northland Transportation Commission			34,708
The Crop Insurance Commission of Ontario			
Advance	\$ 134		
Less deposit with Treasurer of Ontario	40		94
		\$	889,443

## note 3. advances and investments — crown corporations

Ontario Development Corporation	\$	9,676
Ontario Housing Corporation		88,572
Ontario Student Housing Corporation		3,184
The Ontario Education Capital Aid Corporation		492,062
The Ontario Junior Farmer Establishment Loan Corporation		88,400
The Ontario Municipal Improvement Corporation		16,053
The Ontario Universities Capital Aid Corporation		496,362
The Sheridan Park Corporation		2,895
		\$1,197,204

## note 4. other loans and investments

Loans to hospitals	\$	69,654
Investment in the Liquor Control Board of Ontario		25,075
Miscellaneous		18,089
		\$ 112,818

**note 5. fixed assets**

Part of government's role is to provide facilities which have lasting value, such as roads, buildings, and other public works. Such expenditures on fixed assets do not produce income in the same way as is expected of expenditures on fixed assets of a business. Nor can it be said that expenditures on a new road, for example, will benefit future tax payers in a way which is significantly different from expenditures on education or the prevention of forest fires. Accordingly, provincial expenditures on fixed assets are treated as non recoverable expenditures of each fiscal year and are carried at the nominal value of \$1.00.

**note 6. inactive assets**

Government of Canada .....	\$ 4,301
Settlers' loans .....	46
	<u>\$ 4,347</u>

**note 7. pension funds**

Public Service Superannuation Fund .....	\$ 326,722
Legislative Assembly Retirement Allowances Account .....	1,168
	<u>\$ 327,890</u>

**note 8. stock and debentures**

maturing within 1 year .....	\$ 72,637
maturing within 2-5 years .....	689,425
maturing within 6-10 years .....	419,399
maturing after 10 years .....	2,779,865
	<u>\$3,961,326</u>

**note 9. sinking fund**

As outlined by the Treasurer of Ontario in his March 4, 1969 Budget, the Province discontinued both the annual sinking fund provision and the fund itself, effective April 1, 1969. Its operations are incorporated into overall debt management and the entire resources of the Province will continue to be used for the orderly retirement of the debt.

The investments of the sinking fund as at March 31, 1969 were as follows:

Securities issued by the Province .....	\$ 99,219
Bonds guaranteed by the Province:	
The Hydro-Electric Power Commission of Ontario .....	19,652
Ontario Northland Transportation Commission .....	1,000
University of Toronto .....	81
Government of Canada bonds .....	22,400
	<u>\$ 142,352</u>

Effective April 1, 1969, the Ontario debentures were cancelled and the remaining securities of the sinking fund are being retained as investments of the Province.

## note 10. contingent liabilities

Obligations of —

Co-operative associations .....	\$ 1,467
Ontario Food Terminal Board .....	6,868
Ontario Northland Transportation Commission .....	18,300
Provincial crown corporations .....	34,870
The Hydro-Electric Power Commission of Ontario .....	2,039,192
University of Toronto .....	18,300
Miscellaneous .....	28,474
	<u>\$2,147,471</u>
Less bonds in sinking fund (note 9) .....	20,733
	<u><u>\$2,126,738</u></u>

## note 11. statement of consolidated revenue fund

The transactions of the fund are presented in summary form, analysed according to the following three distinct areas of government activity:

“budgetary transactions”, which relate to operational activities;

“non-budgetary transactions”, which relate to the lending, investment and trust administration function; and

“debt transactions”, which relate to long-term borrowing and repayment.

## note 12. total provincial equity in non-consolidated crown corporations

	Advances and investments — crown corporations	Unrecorded equity or (deficit)	Total Provincial equity
Housing Corporation Limited .....	\$ —	\$ 128	\$ 128
Ontario Development Corporation .....	9,676	1,291	10,967
Ontario Housing Corporation .....	88,572	1,189	89,761
Ontario Student Housing Corporation .....	3,184	—	3,184
The Ontario Education Capital Aid Corporation .....	492,062	—	492,062
The Ontario Junior Farmer Establishment Loan Corporation ..	88,400	(2,207)	86,193
The Ontario Municipal Improvement Corporation .....	16,053	7,899	23,952
The Ontario Universities Capital Aid Corporation .....	496,362	—	496,362
The Sheridan Park Corporation .....	2,895	(410)	2,485
	<u>\$1,197,204</u>	<u>\$ 7,890</u>	<u>\$1,205,094</u>

## 10 YEAR REVIEW

(All figures in thousands of dollars)

### results of operations

#### budgetary transactions

	1969	1968	1967	1966
Net general revenue .....	2,595,220	2,146,871	1,801,054	1,444,246
Net general expenditure (see note below*) ...	2,736,204	2,253,619	1,780,914	1,456,198
Deficit or (Surplus) .....	140,984	106,748	(20,140)	11,952

### financial position

#### liabilities

Stock and debentures .....	3,961,326	3,237,217	2,622,993	2,225,646
Other liabilities .....	536,213	432,890	403,108	365,929

#### assets

Cash and temporary investments .....	394,241	299,263	262,381	202,447
Crown corporations, commissions, etc. ....	2,086,647	1,535,156	1,070,492	728,508
Other assets .....	425,192	385,213	349,501	305,362

<b>net debt</b> .....	1,591,459	1,450,475	1,343,727	1,380,505
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<b>net debt per capita (in dollars)</b> .....	\$214.34	\$203.79	\$191.22	\$199.09
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<b>net debt as a percentage of provincial domestic product</b> .....	6.6%	6.5%	6.6%	7.3%
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\* Note: The annual sinking fund provision has been excluded to highlight the relationship between the results of budgetary transactions and the changes in net debt of the Province. Prior to 1968 this relationship was affected by certain non-cash adjustments.



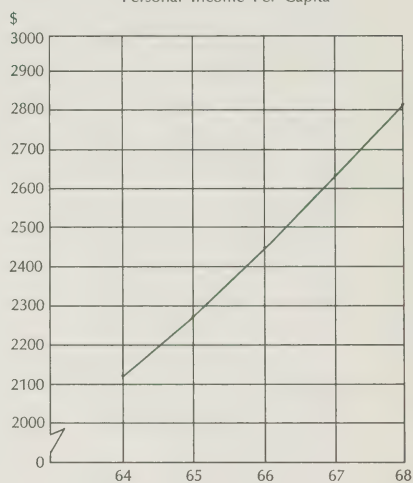
1965	1964	1963	1962	1961	1960
1,238,981	1,081,380	996,525	827,424	741,676	704,885
1,265,534	1,139,246	1,067,542	941,677	837,757	786,288
26,553	57,866	71,017	114,253	96,081	81,403
1,998,107	1,884,320	1,813,810	1,760,078	1,631,581	1,591,885
323,085	280,664	279,182	238,893	205,142	184,822
166,013	122,951	109,608	116,226	50,168	104,993
553,726	482,202	475,275	468,255	461,066	465,364
261,332	240,165	249,141	227,063	252,557	232,838
1,365,329	1,344,744	1,284,104	1,209,064	1,092,617	993,555
\$202.00	\$203.53	\$198.65	\$191.01	\$175.83	\$163.23
8.0%	8.5%	8.7%	8.7%	8.3%	7.7%

## ONTARIO ECONOMIC INDICATORS

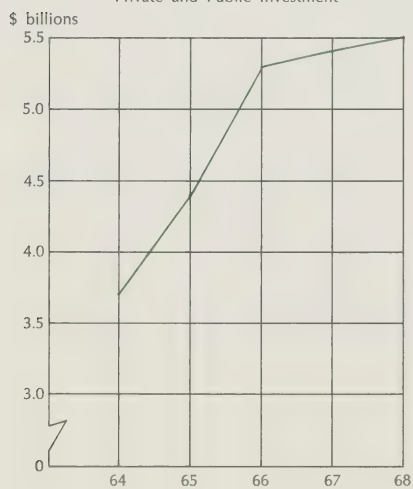
Gross Provincial Product



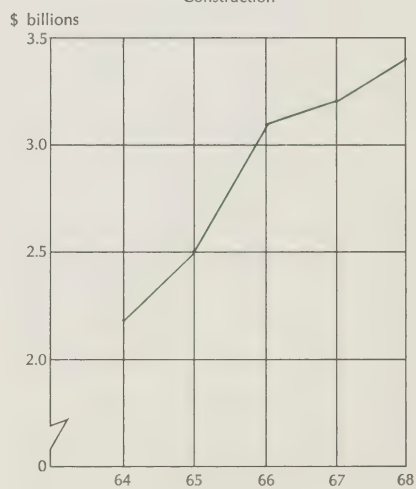
Personal Income Per Capita



Private and Public Investment



Construction



## SUMMARY OF DEPARTMENTAL SERVICES

(Comprehensive descriptions of the programs, activities and services of each department are made by annual report to the Legislature. Copies may be obtained from individual departments on request. The Ministers named are those who held office during the 1968-69 fiscal year.)

### agriculture and food

**Hon. William A. Stewart**

#### Consultative services

Professional advice and technical assistance on all facets of the agriculture and food industry to producers, service industries and consumers • services to farmers on farm management and efficient production of high quality livestock and crops • inspection, regulation and technical assistance to milk producers • legislation enabling commodity marketing boards to market the full range of farm commodities • farm product inspection services ensuring quality and freshness for consumers • domestic and foreign market development for Ontario farm products; consumer education programs for maximum utilization of Ontario grown products • comprehensive insurance coverage on a wide range of crops • ARDA programs for maximum utilization of human, land and water resources • recruitment of people for the farm labour work force • training of homemakers and 4-H Club members in domestic sciences, household budgeting and community improvement • assistance to agricultural fairs, exhibitions, plowing matches and livestock shows • licensing of community livestock sales • regional veterinary laboratories • meat inspection services • animal health services • animal disease and dead animal disposal regulation • agricultural economic research and statistical services.

#### Provincial facilities

Colleges of agricultural technology at Ridgetown, Centralia, Kemptville and New Liskeard • research stations at Vineland and Simcoe • pesticides laboratory at Guelph • Ontario Agricultural Research Institute.

#### Grants and loans

Community centres grants • livestock, soil and crop grants and subsidies • grants to agricultural and horticultural societies and associations • farm improvement and farm consolidation grants and loans • loans to agricultural co-operatives.

### civil service

**Hon. Charles S. MacNaughton**

Administration of The Ontario Public Service Act and the recommendation of regulations thereunder • evaluating and classifying positions in the Civil Service and determining entry

qualifications • recommending to the Government, salary ranges for those classifications which are not determined by the collective bargaining process • recruitment of qualified people and their assignment to positions • providing, assisting in or co-ordinating staff development programs throughout the Civil Service.

## **correctional services**

**Hon. Allan Grossman, C.L.U.**

### **Correctional program**

- Adults:

Custody, for prescribed periods, of persons sentenced by the courts • provision to persons in custody of training and treatment services that will afford them better opportunities for successful personal and social adjustment • modification of the attitudes of persons in custody so that upon release their actions will be law abiding.

### **Services to persons in custody**

- Juveniles:

Comprehensive program to meet the needs of each child • educational programs • psychological, psychiatric, social and medical services • recreational programs • library services • religious activities.

- Women:

“Therapeutic community” treatment • educational services • vocational training services • recreational programs • clinical services.

- Men:

Educational services • vocational training services • training in good work habits • recreational programs • clinical services • behavioral changes.

## **Provincial institutions**

14 training schools for juveniles • 1 centre for women • for men: 3 reformatories, 5 industrial farms, 5 training centres, 2 clinics and 6 forestry camps • 46 jails for men and women • construction of a regional detention centre.

## **education**

**Hon. William G. Davis, Q.C.**

### **Grants**

Operating and construction grants for elementary public and separate schools, vocational and secondary schools • grants to schools for retarded children • grants to library boards • construction of the Moosonee Education Centre • grants to municipal recreation committees.

## **Instruction**

- Educational Programs:

Development of the aims and objectives of public education in Ontario • resource and consultative services to teachers and school boards • assessment, development and publishing of approved courses of study • textbook evaluation • experimentation with new teaching methods and materials • workshop of teachers on teaching and learning techniques • measurement of student progress • investigation of problems of culturally disadvantaged children • teacher education, training and professional development • certification of teachers • special education classes for emotionally disturbed, neurologically impaired or educationally retarded children.

- Educational Television:

Development of television programs for elementary and secondary students and teachers • educational television broadcasts • consultative services to school boards on the effective use of television for educational purposes.

## **Provincial schools and further education**

Provincial colleges of applied arts and technology • provincially operated residential schools for the hearing handicapped or blind children • consultative services to schools for retarded children • adult occupational training • courses in management for owners and managers of small businesses • courses in effective supervision • leadership training courses • adult education techniques seminar • diploma course for recreation workers • elementary and secondary school correspondence courses.

## **energy and resources management**

**Hon. John R. Simonett**

### **Energy**

Inspection and licensing of natural gas and oil wells including exploration, leasing of rights and methods of drilling and production • ensuring the safe storage, handling and distribution of petroleum and gas products • examination and licensing of pipeline inspectors, gas and propane fitters, and oil burner mechanics • statistics and general information on the oil and gas industry.

### **Conservation**

Field surveys of watersheds • consultative services and grants to conservation authorities for flood control, water conservation and the control of soil erosion.

## **Air pollution control**

Monitoring and sampling of air conditions • consultative services to industry on problems of emissions and requiring the installation of remedial equipment.

## **Ministerial agencies**

- The Hydro Electric Power Commission of Ontario:

Generation, transmission and distribution of electric power throughout the province.

- The Ontario Northland Transportation Commission:

A railway between North Bay and Moosonee • bus line and trucking line in north-eastern Ontario • telephone and teletype communications system.

- The Ontario Energy Board:

Holding of public hearings to authorize the construction of gas pipelines, the expropriation of land for pipeline rights-of-way and for the operation of gas storage facilities. The Board is also responsible for setting of rates to be charged for transmission, storage and distribution of natural gas in Ontario.

- The Ontario Water Resources Commission:

Provincial water management • maintenance of an inventory of water resources based on stream gauging and well records • assistance to municipalities for water supply and sewage treatment • regulation of industries involved in water pollution requiring minimum effluent standards to be met and advising on the installation of remedial equipment.

## **financial and commercial affairs**

**Hon. H. Leslie Rowntree, Q.C.**

### **The Ontario Securities Commission**

Establishment of standards and procedures with regard to transactions in securities in Ontario

- a quasi-judicial tribunal hearing and disposing of appeals • investigation of offences under The Securities Act • licensing and registration of securities brokers, dealers and salesmen • examination of prospectuses • auditing of transactions carried on by brokers, dealers and salesmen in securities.

## **Consumer protection**

Registration and operating guidelines of bailiffs, collection agencies, mortgage brokers, real estate and business brokers, used car dealers and credit unions • regulation of the activities of itinerant sellers • prescribing the form and content of executory contracts • regulation of the form of disclosure of the cost of borrowing • investigation of conduct deemed to be contrary to the interests of consumers • public education service on consumer matters.



## **The Office of the Superintendent of Insurance and Registrar of Loan and Trust Corporations**

Preservation of the solvency of insurance companies • provision of a legislative background for fair and reasonable insurance contracts sold by competent and honest insurance agents • supervision of the business of insurance in Ontario to ensure that it is conducted in the public interest • supervision of the activities of loan and trust companies and mutual funds in Ontario.

## **health**

**Hon. Matthew B. Dymond, M.D.**

### **Local health**

Consulting services to local health agencies on: public education and information concerning good health practices • detection and control of communicable diseases and other conditions which are hazardous to health • dental health care services • standards and training of public health nurses.

Direct public health services to residents in unorganized territories in the Province.

### **Environmental health**

Occupational health services to protect and preserve the health of workers • health studies services to determine the effect of pollutants on human health • food protection services to prevent the transmission of disease through food • engineering services for safe water supply and proper waste disposal • laboratory services to analyze hazardous environmental conditions • air pollution control services • licencing and control of the use of pesticides.

### **Special health**

Assessment of communicable disease incidence • drug testing and evaluation services • medical rehabilitation and care of the chronically ill • maternal and child health services • school health services • poison control centres • tuberculosis prevention and treatment services • consulting services on nutrition.

### **Mental health**

Prevention, diagnosis, treatment or training and rehabilitation services for the mentally ill or mentally retarded • provincial psychiatric hospitals • provincial facilities for the mentally retarded • consultative services on hospital management to improve patient care standards • training programs for staff working with the mentally ill and the mentally retarded.

### **Public health laboratories**

Laboratory support to health agencies in the maintenance of community health, and to practising physicians as a diagnostic aid.

## **Health services**

Hospital care insurance (OHSC) • medical services insurance (OMSIP) • Health Insurance Registration Board (HIRB) handles premium collection, enrolment, registration, eligibility and enquiries from the public about provincial hospital and medical insurance.

## **Ministerial agencies**

Ontario Hospital Services Commission: develops a balanced integrated system of hospitals and related health facilities • Alcoholism and Drug Addiction Research Foundation: research in alcoholism and addiction to substances other than alcohol; programs for treatment and rehabilitation • Ontario Mental Health Foundation: research, diagnosis and treatment in mental health • Ontario Cancer Treatment and Research Foundation: diagnosis, treatment and research in cancer • Ontario Cancer Institute: operates a hospital for cancer diagnosis, treatment and research.

## **highways**

**Hon. George E. Gomme**

### **Kings highway system**

Construction of freeways, four-lane and two-lane highways and collector roads • construction, inspection and maintenance of bridges • road surfacing and paving • snow plowing and fencing • road sanding and salting • zone painting • signs, lighting, traffic lights and signals • grass seeding, weed control and tree and shrub planting.

### **Municipal roads systems**

Subsidies to municipalities for construction and maintenance of municipal roads and streets • connecting links between municipal and provincial highway systems • development roads • road and bridge design services.

### **Planning and programming**

Analysis, evaluation and justification of highway projects • definition of project priorities in relation to available funds • development of 5-year advance program of highway construction • special studies such as rapid rail versus automobile commuter-type traffic; accident experience and causes on freeways and other types of roads; etc.

### **Commuter rail services**

GO-TRANSIT commuter passenger service and station parking facilities between Pickering and Hamilton.

**The Law Officer of the Crown**

The Minister of Justice and Attorney General exercises the duties and responsibilities of the Law Officer of the Crown as prescribed by law and usage and supervises the administration of justice in the Province. The functions of this office include the following:

• **Crown legal services**

Advising the Government upon all matters of law connected with legislative enactments and upon all matters of law referred to the Minister by the Government • advising the heads of the departments and agencies of Government upon all matters of law connected with such departments and agencies • conducting and regulating all litigation for and against the Crown or any department or agency of Government including the responsibility for the direction of prosecutions under the Criminal Code and Provincial legislation.

• **Legislative services and research**

Drafting, reviewing, publishing and consolidating Ontario legislation • advising the Legislature, Government departments and agencies and the public on matters of legislation • conducting research in the law and in the administration of justice including formulation of recommendations for remedial legislation.

• **Administration of justice**

Providing and supervising legal and administrative services to all Courts, judicial offices and land registration offices • development of court rules and procedures • providing probation services • safeguarding the interest of minors and other persons with legal disabilities through the offices of the Official Guardian and Public Trustee • assisting in the protection of civil rights of Ontario citizens by the financing of the legal aid program, providing compensation to victims of crime and ensuring impartial investigation services in matters of expropriation.

• **Law enforcement and public safety**

Developing efficient operations of police forces in Ontario through advisory services, crime intelligence, police training and uniform disciplinary procedures • assisting, supervising and advising law enforcement officers in matters of investigations and prosecutions • providing scientific investigation and research services for law enforcement agencies and the courts • providing and supervising investigations, advisory, training and research services in the fields of emergency measures and fire protection and safety • administration and supervision of the coroners' system.

### Ontario Provincial Police

Policing and patrolling all King's Highways including accident investigation and conducting traffic safety education program • provision of general policing in those parts of Ontario where there is no municipal police force • assisting municipal police forces with enforcement duties, specialist services of all aspects of criminal investigations, underwater search and recovery, bomb disposal etc., provision of marine enforcement of Ontario's lakes and rivers • licensing private investigators and security guards and maintenance of a central registry of licensed fire arms and shooting clubs • maintenance of telecommunication network between Ontario Provincial Police locations and other police agencies.

## **labour**

**Hon. Dalton A. Bales, Q.C.**

### **Industrial relations**

Services to promote harmonious labour-management relations • enforcement and provision of rulings on bargaining rights and unfair practices • mediation services on contractual disputes.

### **Safety**

Public and occupational safety services • inspection of elevators, pressure vessels, construction sites and commercial and industrial premises • licensing the operation of elevators and pressure vessels • approval of drawings of new or modified plants, shops and office buildings.

### **Human rights**

The Ontario Human Rights Commission provides protection to persons against discrimination in employment, housing and public accommodation.

### **Employment standards**

Hours of work • vacations with pay • minimum wages • overtime and vacation pay • equal pay for equal work.

### **Industrial training**

Apprenticeship training programs • short-term skill training programs.

### **Women's bureau**

Education, research and counselling programs to promote the full utilization of Ontario's female human resources.

## **lands and forests**

**Hon. Rene Brunelle**

### **Planning**

The development of comprehensive planning programs for all uses of crown lands and waters • land capability inventory for long range planning and participation and co-ordination with regional development planning.

### **Timber management**

Timber resources management for optimum sustained yield • the production and planting of trees • inventorying and planned management of forests • advice and financial aid to owners of woodlands.

### **Forest protection**

Provincial forest lands and, by agreement, municipal and other private forest lands, are protected against damage by fire, insects and disease • protection of life and property from forest fires.

### **Recreation**

Provincial parks where needed • development and maintenance of numerous water access points, canoe routes and hiking trails • nature reserves and wilderness areas • management of lands and waters to ensure that maximum recreational benefits are obtained from wildlife and fish species • control measures to permit a full harvest of these wildlife and fish • services to the commercial fishing and fur industries.

### **Lands**

Retention and disposal of crown lands through the development and implementation of land use plans • conducting of crown surveys • land acquisition for public use • construction of dams for the management of water resources.

### **Research**

Useful, tested information for forestry, fishery and wildlife resource management planning.

## **lieutenant governor**

**Hon. W. Ross Macdonald, P.C., C.D., Q.C., LL.D.**

Administrative services required by His Honour the Lieutenant Governor of Ontario.

## **mines**

**Hon. Allan F. Lawrence, Q.C.**

### **Mines promotion**

Provision of access roads and landing strips to mining resources • administration of the disposal of mining lands including the licensing of prospectors, claim recording administration

and judicial services on crown land • analytical and mineralogical laboratory services • research on ore treatment.

### **Geological services**

Geological reconnaissance surveys of selected areas of the Province by planes and helicopters and detailed ground surveys • geological mapping services • classes for prospectors and courses in mining and prospecting techniques.

### **Mine safety and miner protection**

Training services to miners in rescue work and safety practices • inspection of mines for health and safety hazards • inspection and safety-testing of mining equipment and cables • research on the occurrence of silicosis and on the effect of sulphur dioxide on forests.

### **Library services**

Central library facilities available to the public • texts and reference works in the geological sciences • geological field survey reports • details of assessment work of a geophysical, geochemical or geological nature as a permanent record of the development work done on specific mining claims.

## **municipal affairs**

**Hon. W. Darcy McKeough**

### **Planned development of municipalities**

Establishment of planning boards • participation in provincial programs for the establishment of new communities • administration of The Planning Act • assistance to municipalities in urban renewal projects • promotion of planning activity in Ontario municipalities • conducting research into community planning principles and practices.

### **Consultative services**

Provided in the areas of municipal accounting, auditing, reporting, budgeting and finance • evaluating municipal financial capabilities • developing municipal taxation and borrowing policies • advising on municipal organizational structure, administrative procedures, and the conduct of municipal elections.

### **Municipal research**

Studies into local government structure • development and evaluation of regional government proposals • encouragement of municipal consolidation • economic research into the implications of present and proposed government programs.



## **Assessment**

Provincial assessment, at market value, of all real property in Ontario.

## **Municipal subsidies**

Development of a subsidy structure to integrate municipal resources with provincial resources • unconditional per capita grants to municipalities • payments to municipalities in lieu of taxes.

## **Ontario Municipal Board**

A quasi-judicial body acting as arbitrator in the establishment of sound municipal development • performs administrative functions related to municipal annexations, amalgamations and zoning • guards the financial stability of municipalities by the approval of their capital borrowing.

## **prime minister**

**Hon. John P. Robarts, P.C., Q.C.**

Administrative and staff services required by the Prime Minister as head of the Government of Ontario • services required by Cabinet and its committees • processing of Orders of the Executive Council.

## **provincial auditor**

**George H. Spence, F.C.A.**

Audit of all transactions affecting the Consolidated Revenue Fund on the basis of a pre-audit of expenditure and a post-audit of revenue • directing the preparation of the Public Accounts • reporting annually to the Assembly • audit of departmental, ministerial and quasi-judicial agencies where authorized in the related governing statutes.

## **provincial secretary and citizenship**

**Hon. Robert S. Welch, Q.C.**

### **Special services**

Administering government hospitality to organizations meeting in Ontario • issuing congratulatory scrolls to citizens celebrating their 90th birthday or 50th wedding anniversary • services regarding protocol • arranging for memorial wreaths on Remembrance Day • recording and affixing the Great Seal of Ontario and the Privy Seal of the Lieutenant-Governor on government documents.

## **Companies**

Incorporation of businesses: issuing letters patent, supplementary letters patent, orders accepting the surrender of letters patent, licences in mortmain to hold land and extra-provincial licences to carry on business in Ontario.

### **Citizenship**

Promotion of the concept of full and equal citizenship among all the residents of Ontario • citizen participation through community conferences • language and citizenship training classes • operation of a central translation bureau for Ontario Government departments and agencies, and a translation service to assist newcomers • information services • community services to establish dialogue and communication between the private citizen and the government and research programs.

### **Queen's Printer**

The central purchasing of printing and stationery.

### **Queen's Publisher**

Operation of a central bookstore for Ontario Government publications • attainment of uniformity of standards in Ontario Government publications by acting in an advisory role to departments.

### **Registrar General**

Collection and custody of all birth, death and marriage records including the issuance of certificates • administering The Marriage Act relating to the issue of licences, banns, authorizations for persons to solemnize marriages.

### **Legislative services**

Supporting legislative services for the Legislative Assembly of Ontario.

## **public works**

**Hon. T. Ray Connell**

### **Accommodation and property maintenance**

Acquisition of land and buildings for government departments and crown agencies • planning, designing, constructing and supplying of accommodation • management and maintenance of government owned buildings — repairs and alterations, provision of utilities, landscaping and related services.

### **Common services and central purchasing and supply**

Centralized government services for printing and duplicating, central and mass mailing and telephone communications • implementation of government policies on purchasing, warehousing and disposal of materials and services — value analysis, specifications, evaluation of suppliers and inventory control.

## **Water control**

Construction and maintenance of dams, docks and locks in navigable waters.

## **Exhibits**

Planning and co-ordinating the production of Ontario Government exhibits and displays.

## **revenue**

**Hon. John H. White**

### **Tax administration**

Administration of Ontario's principal tax statutes • corporations tax • retail sales tax • gasoline and diesel fuel taxes • tobacco tax • logging tax • succession duties • race tracks tax • land transfer tax • security transfer tax.

### **Savings offices**

21 branches of the Province of Ontario Savings Office • interest-earning savings deposit services to the public.

## **social and family services**

**Hon. John Yaremko, Q.C.**

### **Income maintenance**

#### • Family Benefits:

Long-term financial assistance to persons in need who are elderly, disabled, blind, mothers or unemployed fathers with dependent children • hospital and medical insurance to recipients • dental care for recipient families with children • hospital and medical insurance for eligible Old Age Security recipients.

#### • General Welfare Assistance:

Municipally administered, provincially subsidized short-term financial assistance to persons and families temporarily unable to support themselves.

#### • Institutional Services for Adults:

Provincial assistance to homes for the aged, rest homes, elderly persons centres, hostels, correctional half-way houses • assistance to municipalities for home makers and nursing services • financial assessment of applicants for legal aid.

### **Rehabilitation and special services**

Rehabilitation counselling services for handicapped persons to restore and develop their working capacity and place them in satisfying employment • family counselling services to help persons deal with social problems and achieve self-support • Indian Development Program to provide financial and human resources to Ontario Indians to improve their economic, social, educational and cultural conditions.

### **Child care**

Provincial grants, supervision and consultative services to Children's Aid Societies providing child care, protection and counselling • capital and operating grants to voluntary organizations providing institutional care for children • grants to municipalities or organizations providing day nursery services • licensing of day nurseries.

## **tourism and information**

**Hon. James A. C. Auld**

### **Tourist industry**

Counselling and technical services to tourist operators and regional tourist councils • ensuring that high standards are maintained in the fields of accommodation and tourist attractions • licensing of accommodation facilities • advertising, public relations services to "sell" Ontario • literature and travel counselling services for visitors.

### **Market research**

Determining the geographic areas of the prime tourist markets • defining the characteristics of visitors and potential visitors • analysis of visitor reactions to determine what visitors are seeking in an Ontario vacation.

### **Provincial facilities**

St. Lawrence Parks system • Huronia Historical Parks • Ontario Centennial Centre of Science and Technology.

### **Grants**

Grants to regional tourist councils for the promotion and development of tourist business.

## **trade and development**

**Hon. Stanley J. Randall**

### **Industrial development**

Provision of vital data to industry on: market research information • details of land and building costs • municipal services • energy and labour costs • incorporation and customs laws • material sources • transportation facilities.

### **Marketing**

Assistance to Ontario companies to export products or services by sending trade missions abroad and by bringing in foreign buyers.

### **Trade fairs**

Assistance to Ontario manufacturers to show their goods at selected international fairs • design awards competitions to encourage new concepts to help increase sales of Ontario products at home and abroad.

### **Research**

Economic studies of principal Ontario industries • studies of major trading countries • commodity analysis of potential Ontario exports.

### **International trade**

Trade and industry counselling service in 14 key commercial areas of the world • information services to foreign business men on investment opportunities in Ontario • location of foreign agents and distributors for Ontario products.

### **Immigration**

Assistance to industry in recruiting skilled workers and professional people through offices in Toronto, London and Glasgow.

### **Ontario Development Corporation**

A comprehensive program of financial services to qualified companies wishing to locate new manufacturing plants or expand existing operations in Ontario • lease-back and rental arrangements • consultative services to small businesses.

### **Sheridan Park**

Development and sale of land for research facilities in the 350-acre Sheridan Park Research Community.

### **Ontario Housing Corporation**

Home Ownership Made Easy Program (H.O.M.E.) • family housing and senior citizen housing on a rent-geared-to-income basis • student housing • land assembly for lease or sale over an amortized term, of lots to prospective home owners • housing for industry • community development housing, and development of condominium housing • secondary financing for houses built on H.O.M.E. lots or condominium sponsored.

## **transport**

**Hon. Irwin Haskett**

### **Highway safety**

Motor vehicle mechanical fitness inspection program • the improvement of driver attitudes and skills by means of the demerit point system, driver examination and re-examination pro-

grams • highway safety campaigns • promotion of driver education in secondary schools • distribution of films and highway safety promotional materials • conferences and seminars on highway safety • enforcement services to control road transport operations for the safety of road users and the protection of highways.

### **Licensing**

Compilation and maintenance of files for the identification of drivers and vehicles through licensing • licensing and control of “for-hire” carriers (trucks and buses).

### **Motor Vehicle Accident Claims Fund**

Provides compensation for damages incurred by the operation of uninsured or unidentified motor vehicles in the Province.

### **Air transportation**

“Highways in the Sky” program designed to promote commercial and recreational air corridors in Northern Ontario by the provision of financial assistance for the establishment and extension of air strips.

### **Canadian Transport Commission**

Provincial representation on applications coming before the C.T.C.’s committees on railway transport, air transport and motor vehicle transport.

## **treasury and economics**

**Hon. Charles S. MacNaughton**

### **Fiscal policy**

Preparation of the Government’s annual budget statement and budget papers • development of fiscal policy framework, taxation and financing policy options and expenditure priorities • monitoring of aggregate budgetary position • development of long-range fiscal reform policies • inter-government financial relations, including analysis and policy development concerning shared-cost programs, tax-agreements, loans and grants to local governments and institutions • analyses of the economic impact of fiscal policies • analysis of capital market conditions in relation to fiscal policy.

### **Finance management**

Management and administration of the public debt of Ontario • cash and investment management of provincial funds • administration of The Ontario Universities Capital Aid Corporation, The Ontario Education Capital Aid Corporation and other crown corporations concerned with capital financing • analysis of trends in public finance and liaison on financial and debt matters with Ontario Hydro-Electric Power Commission and with other agencies.



### **Economic development policy**

Development and analysis of broad economic policies and goals concerned with general levels of output, sectoral growth and balance, and the supply and distribution of economic resources in the Province • economic forecasts of provincial incomes and output • preparation of comprehensive regional development plans and policies in conjunction with regional development councils and advisory boards, government departments and universities.

### **Federal-provincial affairs**

Development of recommendations on constitutional matters, cultural and linguistic questions, and the machinery of intergovernmental relationships • studies and analysis to provide perspective on intergovernmental relationships in Canada.

### **Government accounting and financial systems**

Financial information system for financial management and budgetary control • development of common accounting procedures and reporting methods • overall recording and consolidation of provincial financial transactions • preparation of consolidated government financial statements • receipt and disbursement of public funds • administration of trust and special funds • administration of government insurance and pension funds.

### **Economic and statistical services**

Formulating, estimating and testing of econometric models • development of measures of provincial output • provincial population forecasts • administration of the Ontario Statistics Act • collection of statistical data for economic research • computer system development and program implementation • maintenance of a library of computer programs for economic analysis.

### **treasury board secretariat**

**Hon. Charles S. MacNaughton**

The Secretariat, a separate agency, serves as the staff arm of the Treasury Board which is in effect the finance and administration committee of the Executive Council. The responsibilities assigned to the Treasury Board Secretariat reflect the functions of the Board on whose behalf it acts.

### **Programs and estimates**

Analysis and co-ordination of program proposals in the context of long term and annual planning • analysis of departmental submissions especially the impact of proposed expenditures and the administrative implications of alternative courses of action • co-ordinating the

development of appropriate budget and general management systems • monitoring program performance and departmental administration to ensure attainment of approved objectives.

### **Staff relations**

Negotiations with employee associations as the representative of management • development of appropriate policy recommendations for Government consideration and approval.

### **Advisory services**

Consulting services to Treasury Board, government departments and agencies in areas of organization, management science, automatic data processing standards and policy, actuarial services and other management aids • directing or co-ordinating special studies of administrative practices and organization as directed by the Government.

## **university affairs**

**Hon. William G. Davis, Q.C.**

### **Grants**

Grants to provincially assisted universities and colleges for operating costs • loans to provincially assisted universities through the Ontario Universities Capital Aid Corporation (purchaser of debentures of universities), to finance construction of physical facilities • grants to university undergraduate and postgraduate students who require financial assistance to complete their education (Ontario Student Awards Program; Ontario Graduate Fellowship Program) • grants to new universities to provide initial library facilities • special grants for the establishment of research programs in specific areas.

### **Special studies**

Research into trends and developments in higher education, such as population growth, demands for professional personnel, proportion of students proceeding to higher education • enrolment forecasting • space utilization and space management for universities • publication of "Horizons", a guide to educational opportunities in Ontario beyond the secondary school level.

### **Provincially assisted universities and colleges**

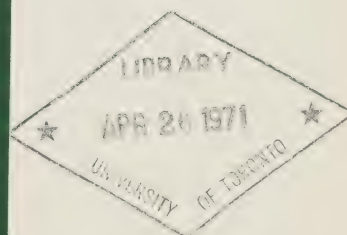
Brock University • Carleton University • University of Guelph • Lakehead University • Laurentian University • McMaster University • University of Ottawa • Queen's University • University of Toronto • Trent University • University of Waterloo • University of Western Ontario • University of Windsor • York University.

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F36



PROVINCE OF ONTARIO



1970  
FINANCIAL REPORT



CA2405  
F36

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## FINANCIAL REPORT

Year Ended March 31, 1970

### FINANCIAL HIGHLIGHTS

	1970	1969
	(\$ Thousands)	
Net budgetary revenue .....	3,300,776	2,595,220
Net budgetary expenditure .....	3,249,244	2,736,204
Surplus (deficit) .....	51,532	(140,984)

### AT YEAR END

Stock and debentures .....	4,560,414	3,961,326
Net debt .....	1,539,927	1,591,459
Net debt per capita .....	\$202.31	\$214.34
Net debt as a percentage of provincial domestic product .....	5.5%	6.3%



Copies may be obtained  
GOVERNMENT ACCOUNT  
DEPARTMENT OF TREASURY A  
Frost Building, Queen  
Toronto 5, Onta



## TREASURER'S REPORT

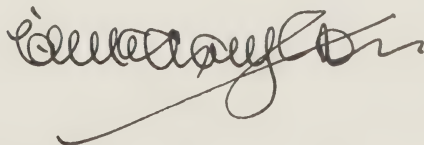
I am pleased to submit to you the 1970 Financial Report of the Province of Ontario.

In the 1969-70 fiscal year, the Government introduced universal Medicare effective July 1, 1969. As no provision had been made for this in the original budget, the financial results include some major additions both for premium revenue and the spending under this new program. Generally speaking the Government was able to head off significant pressures from many sides for major expenditure increases. Higher than anticipated economic growth also resulted in much more buoyant revenues than was originally forecast. As a result, it was possible to set aside sizeable funds to finance part of the next year's expected deficit in the hospital insurance plan with a view to avoiding premium increases. In addition, part of the grants paid to school boards, which would normally have fallen in the 1970-71 fiscal year, could be advanced towards the end of the 1969-70 fiscal year, providing assistance to school boards during a period of financial stringency and high interest costs.

The Government concluded the fiscal year with a budgetary surplus of over \$50 million, compared to a deficit of \$141 million in the previous year. The net debt of the Province, therefore, dropped to \$1,540 million by the end of the fiscal year, the equivalent of just over \$200 per capita and only 5.5 per cent of Provincial Domestic Product. The Government retired almost \$74 million of outstanding debt and managed to build up its liquid reserves.

Proceeds of Canada Pension Plan loans and other non-public debenture issues were a major source of financing for the Province's extensive lending program for schools, universities, hospital and public housing construction.

The Government Accounts Division of the Department of Treasury and Economics will be pleased to answer questions on the contents of this report.

A handwritten signature in dark ink, appearing to read 'Edna Stanger', with a long, sweeping underline.

Toronto, August 1970.

PROVINCE OF ONTARIO

STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 1970

(with comparative figures for 1969)

ASSETS

	1970	1969
	(\$ Thousands)	
Cash .....	540,443	384,443
Temporary investments (at cost) .....	104,867	9,443
	645,310	394,443
Advances to commissions (note 2) .....	1,135,642	889,443
Advances and investments — crown corporations (note 3) .....	1,598,005	1,197,443
Loans to municipalities .....	168,299	169,443
Other loans and investments (at cost — note 4) .....	134,464	112,443
Fixed assets (valued at \$1.00 — note 5) .....	—	—
Inactive assets (note 6) .....	4,347	4,443
Total assets .....	3,686,067	2,768,443
Less reserve for inactive assets .....	4,301	4,443
Net realizable assets .....	3,681,766	2,763,443
Net debt .....	1,539,927	1,591,443
	5,221,693	4,355,443

Approved on behalf of the Department of Treasury and Economics:

H. I. MACDONALD, Deputy Treasurer of Ontario and Deputy Minister of Economics.

G. McINTYRE, C.A., Comptroller of Accounts.

## ABILITIES

	<u>1970</u>	<u>1969</u>
	(\$ Thousands)	
Hand deposits with the Province of Ontario Savings Office .....	104,165	102,429
ension funds (note 7) .....	370,464	327,890
osit, trust and reserve accounts .....	196,232	105,894
ck and debentures (note 8) .....	4,560,414	3,961,326
Deduct:		
Sinking fund (note 9) .....	—	142,352
Ontario debentures held as investments .....	9,582	—
	<u>4,550,832</u>	<u>3,818,974</u>
	<u>5,221,693</u>	<u>4,355,187</u>
Contingent liabilities (note 10) .....	2,168,727	2,126,738

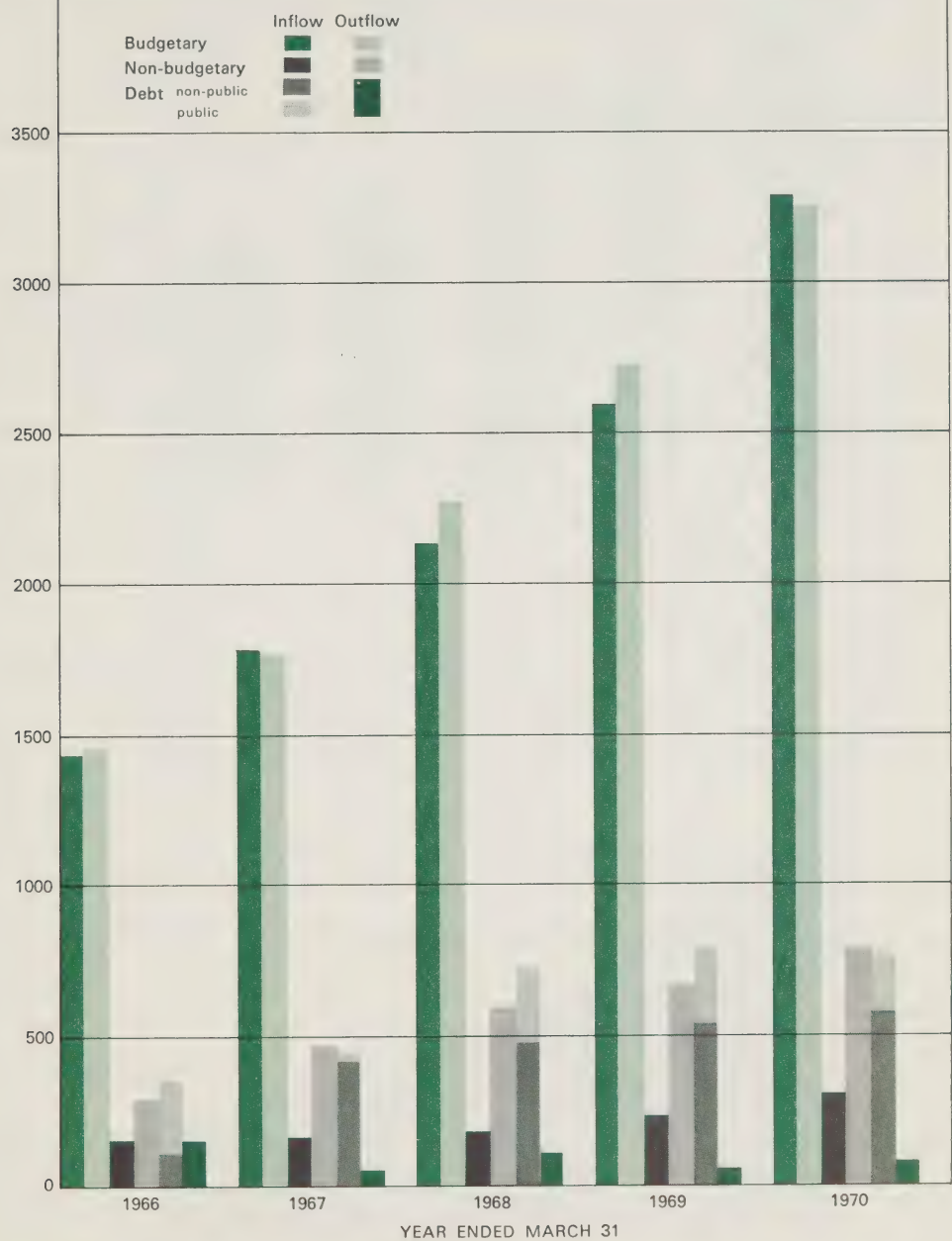
## CONSOLIDATED REVENUE FUND

Year ended March 31

	1970		1969	
			(\$ Thousands)	
<b>opening balance</b>				
Cash and temporary investments .....	394,241		299,263	
Uninvested sinking fund .....	—	394,241	942	300,205
<b>budgetary transactions</b>				
Net general revenue (page 8) .....	3,300,776		2,595,220	
Net general expenditure (page 12) .....	(3,249,244)		(2,736,204)	
Decrease (increase) in net debt .....	51,532		(140,984)	
Provision for sinking fund .....	—	51,532	(39,000)	(179,984)
<b>non-budgetary transactions</b>				
Receipts and credits (page 14) .....	328,894		237,234	
Disbursements and charges (page 15) .....	(818,083)	(489,189)	(674,311)	(437,077)
<b>debt transactions</b> (page 16)				
Proceeds of loans				
Non-public .....	572,477		524,309	
Public				
On behalf of The Hydro-Electric Power Commission of Ontario .....	199,450		156,300	
For general purposes .....	—		109,191	
	771,927		789,800	
Net change in sinking fund investments .....	—		(13,013)	
Loans matured or retired .....	(73,619)	698,308	(65,690)	711,097
<b>closing balance</b>				
Cash and temporary investments .....	645,310		394,241	
Ontario debentures held as investments .....	9,582	654,892	—	394,241

MILLIONS OF DOLLARS 4000

# CONSOLIDATED REVENUE FUND ACTIVITY



## SOURCES OF NET GENERAL REVENUE

Year ended March 31

### taxation

	1970		1969	
	(\$ Thousands)	%	(\$ Thousands)	%
Personal income tax collection agreement .....	762,086	23.1	620,476	23.9
Retail sales tax .....	637,264	19.3	485,588	18.7
Corporations tax .....	477,173	14.5	332,964	12.8
Gasoline tax .....	361,937	10.9	337,284	13.0
Succession duty .....	73,182		68,472	
Tobacco tax .....	71,695		54,220	
Motor vehicle fuel tax .....	29,840		26,298	
Share of federal estate tax .....	26,818		21,677	
Mines profits, acreage, gas .....	24,541		19,820	
Race tracks tax .....	20,873		18,999	
Land transfer tax .....	14,548		12,566	
Income tax — public utilities .....	8,795		5,463	
Security transfer tax .....	6,962		7,374	
Logging tax .....	1,977		1,444	
Hospitals tax .....	838		10,440	
Other taxation .....	4,937		4,504	
	2,523,466	76.4	2,027,589	78.2

### liquor control board of ontario .....

178,741	5.4	192,577	7.4
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### ontario health services insurance plan — premiums

167,713	5.1	—	—
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### licenses and permits

Motor vehicles, hunting and fishing, parks, insurance, marriage,  
theatres, racing, mines, etc. .

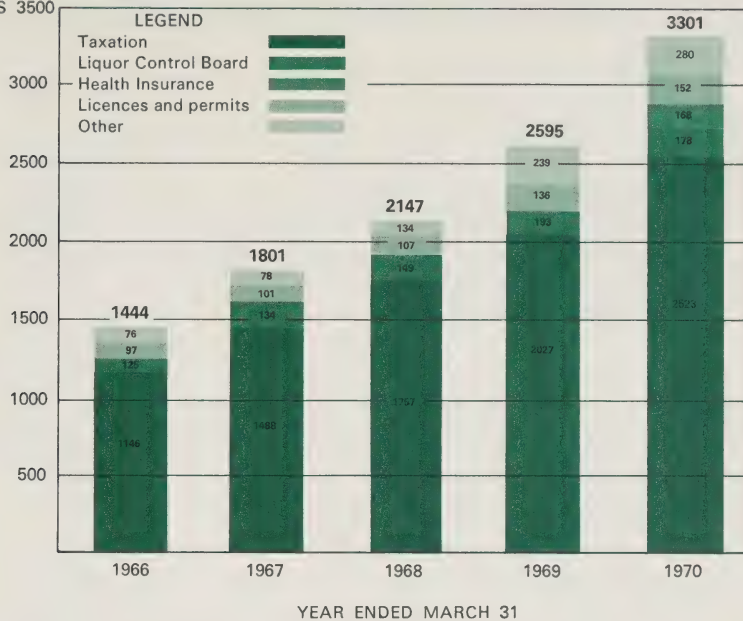
151,663	4.6	136,231	5.2
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### other revenue..

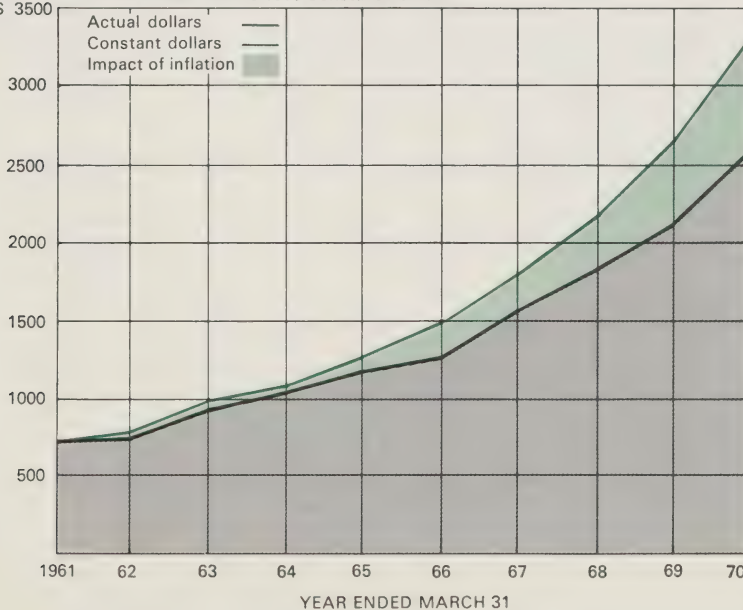
279,193	8.5	238,823	9.2
3,300,776	100.0	2,595,220	100.0



MILLIONS OF DOLLARS 3500  
**SOURCES OF NET GENERAL REVENUE**



MILLIONS OF DOLLARS 3500  
**NET GENERAL REVENUE**  
 — Actual Dollars Versus 1960 Constant Dollars



## Year ended March 31

\* A summary of the services provided by the department is presented on the page noted in this column.

35 **social and family services**

	1970		1969	
	(\$ Thousands)	%	(\$ Thousands)	%
Income maintenance .....	106,323		103,850	
Child care .....	20,293		18,074	
Rehabilitation and development .....	4,002		3,252	
	<u>130,618</u>	4.0	<u>125,176</u>	4.6

38 **treasury and economics**

Interest on public debt .....	60,523		72,293	
Contribution to employee insurance plan and to pension plans for government employees and members of the Legislature .....	38,260		32,087	
Other .....	10,227		8,318	
	<u>109,010</u>	3.4	<u>112,698</u>	4.1

29 **justice**

Ontario Provincial Police .....	48,048		39,371	
Contribution to Legal Aid Fund .....	8,146		7,032	
Other .....	44,275		40,173	
	<u>100,469</u>	3.1	<u>86,576</u>	3.1

34 **public works**

Maintenance and repairs of public buildings, etc. ....	43,952		32,605	
Construction of public buildings, etc. ....	40,811		50,663	
	<u>84,763</u>	2.6	<u>83,268</u>	3.0

31 **lands and forests**

	<u>61,452</u>	1.9	<u>58,720</u>	2.1
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23 **agriculture and food**

	<u>48,840</u>	1.5	<u>42,763</u>	1.5
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24 **correctional services**

	<u>45,101</u>	1.4	<u>39,817</u>	1.4
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25 **energy and resources management**

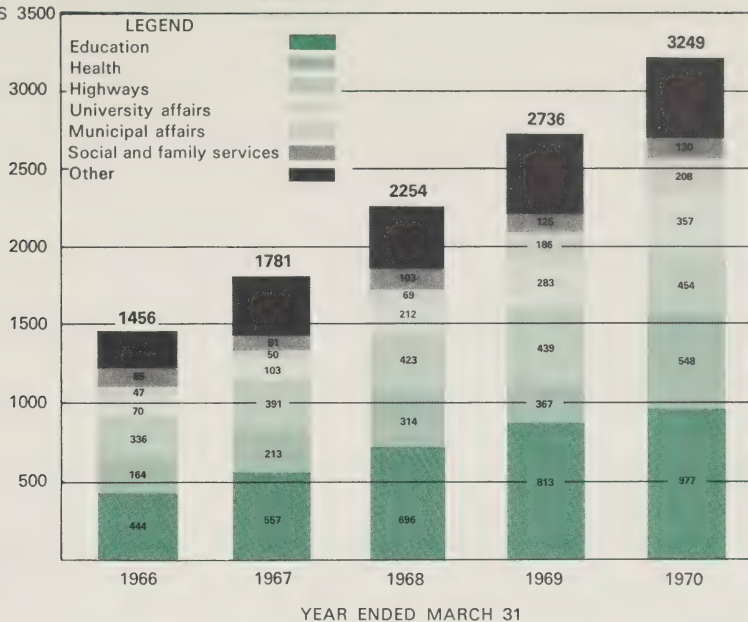
Ontario Water Resources Commission .....	9,751		9,245	
Other .....	16,708		12,570	
	<u>26,459</u>		<u>21,815</u>	

\* A summary of the services provided by the department is presented on the page noted in this column.

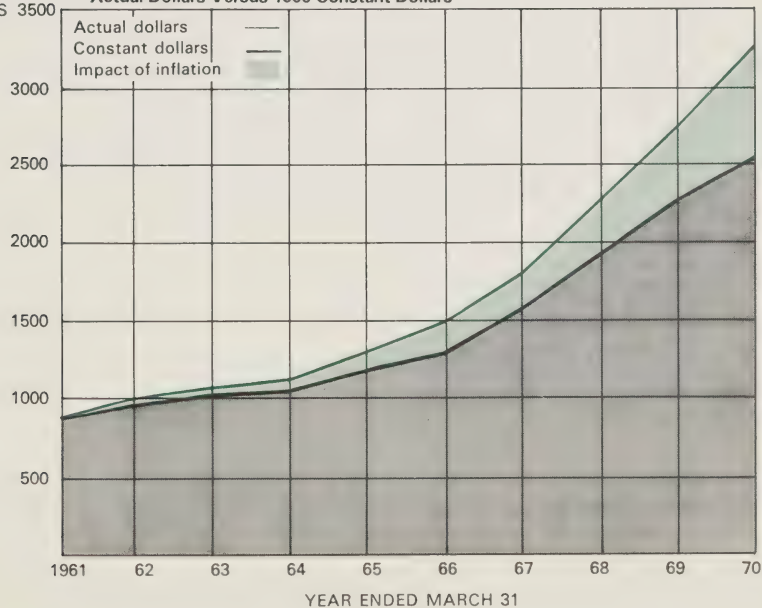
Page Ref.*		1970		1969	
		(\$ Thousands)	%	(\$ Thousands)	%
36	trade and development .....	23,196		13,628	
30	labour .....	14,402		12,280	
36	tourism and information .....	13,136		11,447	
37	transport .....	13,120		12,013	
35	revenue .....	10,356		9,504	
33	provincial secretary and citizenship .....	6,900		6,892	
31	mines .....	6,741		5,106	
26	financial and commercial affairs .....	4,320		3,178	
23	civil service .....	2,334		2,196	
33	provincial auditor .....	838		850	
33	prime minister .....	400		357	
31	lieutenant governor .....	40		35	
	<b>total net general expenditure</b>	<b>3,249,244</b>	<b>100.0</b>	<b>2,736,204</b>	<b>100.0</b>

\* A summary of the services provided by the department is presented on the page noted in this column.

# MILLIONS OF DOLLARS **NET GENERAL EXPENDITURE**



## MILLIONS OF DOLLARS **NET GENERAL EXPENDITURE** — Actual Dollars Versus 1960 Constant Dollars



**NON-BUDGETARY TRANSACTIONS**

Year ended March 31

	1970	1969
	(\$ Thousands)	
<b>receipts and credits</b>		
Repayments of loans and advances		
The Ontario Education Capital Aid Corporation .....	20,980	14,316
The Hydro- Electric Power Commission of Ontario .....	10,365	5,092
The Ontario Universities Capital Aid Corporation .....	7,362	4,869
The Ontario Junior Farmer Establishment Loan Corporation .....	7,100	—
Ontario Student Housing Corporation .....	5,460	—
Other .....	17,524	19,332
	68,791	43,609
 Deposits to pension funds and deposit, trust and reserve accounts .....	215,227	144,296
 Sinking fund assets transferred to investments (note 9)	43,133	—
 Province of Ontario Savings Office (net)	1,743	10,329
 Provision for sinking fund .....	—	39,000
 <b>total receipts and credits</b>	328,894	237,234



## NON-BUDGETARY TRANSACTIONS

Year ended March 31

	1970	1969
	(\$ Thousands)	
<b>disbursements and charges</b>		
Loans and advances		
The Ontario Education Capital Aid Corporation .....	200,550	180,285
The Hydro-Electric Power Commission of Ontario:		
General advances .....	199,450	156,300
Advances for nuclear powered generating station .....	19,529	19,097
The Ontario Universities Capital Aid Corporation .....	170,000	172,789
Ontario Housing Corporation .....	41,925	15,225
Ontario Water Resources Commission .....	29,968	7,898
Capital financial assistance to hospitals .....	25,779	26,805
Ontario Development Corporation .....	15,214	4,406
The Ontario Junior Farmer Establishment Loan Corporation .....	11,000	21,900
Ontario Northland Transportation Commission .....	7,500	—
The Ontario Municipal Improvement Corporation .....	5,158	2,660
Ontario Student Housing Corporation .....	2,650	150
The Municipal Works Assistance Act .....	—	8,494
Other .....	6,996	6,538
	<u>735,719</u>	<u>622,547</u>
 Payments from pension funds and deposit, trust and reserve accounts	 <u>82,364</u>	 <u>51,764</u>
 <b>total disbursements and charges</b>	 <u><u>818,083</u></u>	 <u><u>674,311</u></u>

## DEBT TRANSACTIONS

Year ended March 31

	1970		1969
	(\$ Thousands)		
<b>proceeds of loans</b>			
Non-public			
Debentures issued to —			
Canada Pension Plan Investment Fund .....	445,777		411,993
Municipal Development and Loan Board .....	—		6,216
Ontario Municipal Employees Retirement Fund ..	46,700		33,100
Teachers' Superannuation Fund .....	80,000		73,000
	<u>572,477</u>		<u>524,309</u>
Public			
Debentures issued to the public —			
On behalf of The Hydro-Electric Power			
Commission of Ontario .....	199,450		156,300
For general purposes .....	—		104,191
	<u>199,450</u>		<u>260,491</u>
Bank loan .....	—		5,000
	<u>199,450</u>	771,927	<u>265,491</u>
			789,800
<b>net change in sinking fund investments</b> .....	—		(13,013)
<b>loans matured or retired</b>			
Non-public			
Debentures issued to —			
Municipal Development and Loan Board .....	( 3,817)		( 3,454)
Public			
Debentures issued to the public —			
On behalf of The Hydro-Electric Power			
Commission of Ontario .....	(12,618)		( 3,618)
For general purposes .....	(57,184)		(53,618)
	<u>(69,802)</u>		<u>(57,236)</u>
Bank loan .....	—		( 5,000)
	<u>(69,802)</u>	(73,619)	<u>(62,236)</u>
			(65,690)
<b>total debt transactions</b>	<u>698,308</u>		<u>711,097</u>

## NOTES TO THE FINANCIAL STATEMENTS

(All figures in thousands of dollars)

### note 1. basis of reporting

The financial statements reflect the "cash flow" principle of accounting used by the Province of Ontario in which transactions are recorded as cash flows in and out of the Consolidated Revenue Fund. As the name implies, it is through this fund that Provincial money must pass in accordance with the annual budget approved by the Legislature whose duty it is to report to the public on the source and disposition of the revenues which it receives.

With respect to the financial operations of provincial crown corporations, agencies, boards and commissions, the financial statements presented in this Report reflect (i) the year-end position of the advances to or the investments in these entities which are made from the Consolidated Revenue Fund and (ii) the extent to which their operations have been financed from or have contributed to the Fund for the year.

Separate financial statements are available for each of these provincially controlled operations. The following is a list of the major entities involved: Housing Corporation Limited; The Hydro-Electric Power Commission of Ontario; Liquor Control Board of Ontario; Ontario Development Corporation; The Ontario Education Capital Aid Corporation; Ontario Hospital Services Commission; Ontario Housing Corporation; The Ontario Junior Farmer Establishment Loan Corporation; The Ontario Municipal Improvement Corporation; Ontario Northland Transportation Commission; Ontario Student Housing Corporation; The Ontario Universities Capital Aid Corporation; Ontario Water Resources Commission; The Sheridan Park Corporation; Workmen's Compensation Board.

### note 2. advances to commissions

The Hydro-Electric Power Commission of Ontario:

Secured by bonds of the Commission .....	\$ 881,784	
Unsecured .....	54,689	\$ 936,473
Ontario Water Resources Commission .....		156,447
Ontario Northland Transportation Commission .....		42,208
The Crop Insurance Commission of Ontario .....		514
		<u>\$1,135,642</u>

### note 3. advances and investments — crown corporations

The Ontario Education Capital Aid Corporation .....	\$ 671,631
The Ontario Universities Capital Aid Corporation .....	659,000
Ontario Housing Corporation .....	130,337
The Ontario Junior Farmer Establishment Loan Corporation .....	92,300
Ontario Development Corporation .....	23,482
The Ontario Municipal Improvement Corporation .....	17,611
The Sheridan Park Corporation .....	3,270
Ontario Student Housing Corporation .....	374
	<u>\$1,598,005</u>

### note 4. other loans and investments

Loans to hospitals .....	\$ 91,995
Investment in the Liquor Control Board of Ontario .....	25,075
Miscellaneous .....	17,394
	<u>\$ 134,464</u>

**note 5. fixed assets**

Part of government's role is to provide facilities which have lasting value, such as roads, buildings, and other public works. Such expenditures on fixed assets do not produce income in the same way as is expected of expenditures on fixed assets of a business. Nor can it be said that expenditures on a new road, for example, will benefit future tax payers in a way which is significantly different from expenditures on education or the prevention of forest fires. Accordingly, provincial expenditures on fixed assets are treated as non-recoverable expenditures of each fiscal year and are carried at the nominal value of \$1.00.

**note 6. inactive assets**

Government of Canada .....	\$ 4,301
Settlers' loans .....	46
	<u>\$ 4,347</u>

**note 7. pension funds**

Public Service Superannuation Fund .....	\$ 369,164
Legislative Assembly Retirement Allowances Account .....	1,300
	<u>\$ 370,464</u>

**note 8. stock and debentures**

maturing within 1 year .....	\$ 96,634
maturing within 2-5 years .....	813,026
maturing within 6-10 years .....	365,419
maturing after 10 years .....	3,285,335
	<u>\$4,560,414</u>

**note 9. sinking fund**

As outlined by the Treasurer of Ontario in his March 4, 1969 Budget, the Province discontinued both the annual sinking fund provision and the fund itself, effective April 1, 1969. Its operations are incorporated into overall debt management and the entire resources of the Province will continue to be used for the orderly retirement of the debt.

Effective April 1, 1969, the Ontario debentures were cancelled and the remaining securities of the sinking fund were acquired as investments of the Province.

## note 10. contingent liabilities

### Obligations of —

The Hydro-Electric Power Commission of Ontario .....	\$2,116,716
Provincial crown corporations .....	30,104
Ontario Northland Transportation Commission .....	10,700
University of Toronto .....	7,500
Ontario Food Terminal Board .....	7,144
Miscellaneous .....	23,829
	<u>\$2,195,993</u>
Less guaranteed securities of the above held as investments of the Province.....	27,266
	<u>\$2,168,727</u>

## note 11. statement of consolidated revenue fund

The transactions of the fund are presented in summary form, analysed according to the following three distinct areas of government activity:

“budgetary transactions”, which relate to operational activities;

“non-budgetary transactions”, which relate to the lending, investment and trust administration function; and

“debt transactions”, which relate to long-term borrowing and repayment.

## note 12. total provincial equity in non-consolidated crown corporations

	Advances and investments— crown corporations	Unrecorded equity or (deficit)	Total Provincial equity
The Ontario Education Capital Aid Corporation .....	\$ 671,631	\$ —	\$ 671,631
The Ontario Universities Capital Aid Corporation .....	659,000	—	659,000
Ontario Housing Corporation .....	130,337	(7,841)	122,496
The Ontario Junior Farmer Establishment Loan Corporation .....	92,300	—	92,300
Ontario Development Corporation .....	23,482	54	23,536
The Ontario Municipal Improvement Corporation .....	17,611	8,429	26,040
The Sheridan Park Corporation .....	3,270	(411)	2,859
Ontario Student Housing Corporation .....	374	—	374
Housing Corporation Limited .....	—	27	27
	<u>\$1,598,005</u>	<u>\$ 258</u>	<u>\$1,598,263</u>

## 10 YEAR REVIEW

(All figures in thousands of dollars)

### results of operations

#### budgetary transactions

	1970	1969	1968	1967
Net general revenue .....	3,300,776	2,595,220	2,146,871	1,801,054
Net general expenditure (see note below*) .....	3,249,244	2,736,204	2,253,619	1,780,914
Surplus or (deficit) .....	51,532	(140,984)	(106,748)	20,140

### financial position

#### liabilities

Stock and debentures .....	4,560,414	3,961,326	3,237,217	2,622,993
Other liabilities .....	670,861	536,213	432,890	403,108

#### assets

Cash and temporary investments .....	645,310	394,241	299,263	262,381
Crown corporations, commissions, etc. ....	2,733,647	2,086,647	1,535,156	1,070,492
Other assets .....	312,391	425,192	385,213	349,501

net debt .....	1,539,927	1,591,459	1,450,475	1,343,727
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net debt per capita (in dollars) .....	\$202.31	\$214.34	\$203.79	\$191.22
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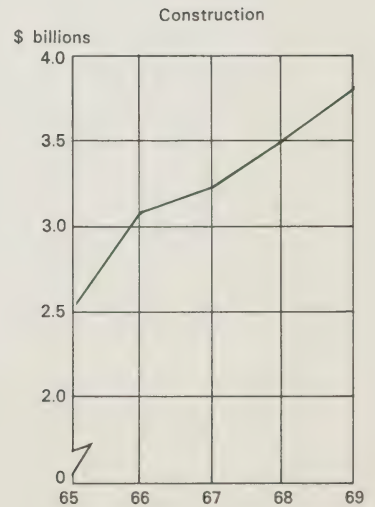
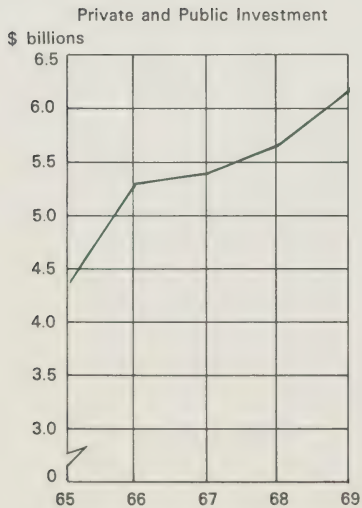
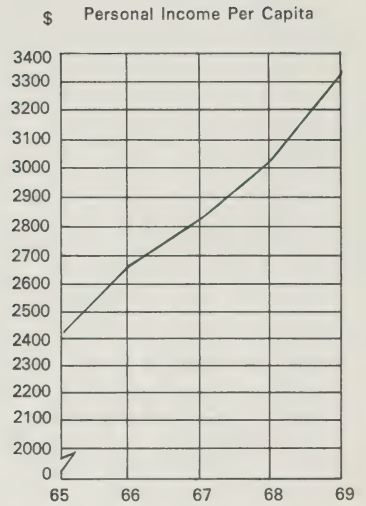
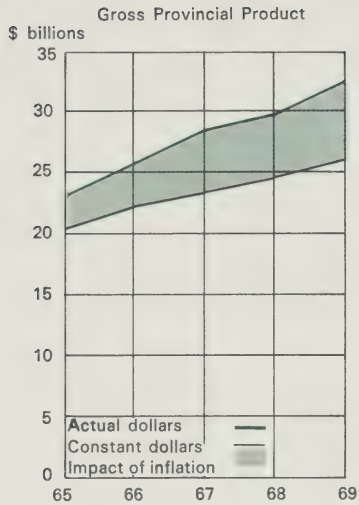
net debt as a percentage of provincial domestic product .....	5.5%	6.3%	6.2%	6.2%
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\* Note: The annual sinking fund provision for the years prior to 1970, when the Fund was in operation, has been excluded to highlight the relationship between the results of budgetary transactions and the changes in net debt of the Province. Prior to 1968 this relationship was affected by certain non-cash adjustments.



1966	1965	1964	1963	1962	1961
1,444,246	1,238,981	1,081,380	996,525	827,424	741,676
1,456,198	1,265,534	1,139,246	1,067,542	941,677	837,757
(11,952)	(26,553)	(57,866)	(71,017)	(114,253)	(96,081)
2,225,646	1,998,107	1,884,320	1,813,810	1,760,078	1,631,581
365,929	323,085	280,664	279,182	238,893	205,142
202,447	166,013	122,951	109,608	116,226	50,168
728,508	553,726	482,202	475,275	468,255	461,066
305,362	261,332	240,165	249,141	227,063	252,557
1,380,505	1,365,329	1,344,744	1,284,104	1,209,064	1,092,617
\$199.09	\$202.00	\$203.53	\$198.65	\$191.01	\$175.83
7.1%	7.7%	8.2%	8.6%	8.7%	8.1%

# ONTARIO ECONOMIC INDICATORS



## SUMMARY OF DEPARTMENTAL SERVICES

(Comprehensive descriptions of the programs, activities and services of each department are made by annual report to the Legislature. Copies may be obtained from individual departments on request. The Ministers named are those who held office at the end of the 1969-70 fiscal year.)

### agriculture and food

Hon. William A. Stewart

#### Consultative services

Professional advice and technical assistance on all facets of the agriculture and food industry to producers, service industries and consumers • services to farmers on farm management and efficient production of high quality livestock and crops • inspection, regulation and technical assistance to milk producers • legislation enabling commodity marketing boards to market the full range of farm commodities • farm product inspection services ensuring quality and freshness for consumers • domestic and foreign market development for Ontario farm products; consumer education programs for maximum utilization of Ontario grown products • comprehensive insurance coverage on a wide range of crops • ARDA programs for maximum utilization of human, land and water resources • recruitment of people for the farm labour work force • training of homemakers and 4-H Club members in domestic sciences, household budgeting and community improvement • assistance to agricultural fairs, exhibitions, plowing matches and livestock shows • licensing of community livestock sales • regional veterinary laboratories • meat inspection services • animal health services • animal disease and dead animal disposal regulation • agricultural economic research and statistical services.

#### Provincial facilities

Colleges of agricultural technology at Ridgetown, Centralia, Kemptville and New Liskeard • research stations at Vineland and Simcoe • pesticides laboratory at Guelph • Ontario Agricultural Research Institute.

#### Grants and loans

Community centres grants • livestock, soil and crop grants and subsidies • grants to agricultural and horticultural societies and associations • farm improvement and farm consolidation grants and loans • loans to agricultural co-operatives.

### civil service

Hon. Robert S. Welch, Q.C.

Administration of The Ontario Public Service Act and the recommendation of regulations thereunder • evaluating and classifying positions in the Civil Service and determining entry qualifications • recommending to the Government, salary ranges for those classifications which are not determined by the collective bargaining process • recruitment of qualified people and their assignment to positions • providing, assisting in or co-ordinating staff development programs throughout the Civil Service.

## **correctional services**

**Hon. Allan Grossman, C.L.U.**

### **Correctional program**

- **Adults:**

Custody, for prescribed periods, of persons sentenced by the courts • provision to persons in custody of training and treatment services that will afford them better opportunities for successful personal and social adjustment • modification of the attitudes of persons in custody so that upon release their actions will be law abiding.

### **Services to persons in custody**

- **Women:**

"Therapeutic community" treatment • educational services • vocational training services • recreational programs • clinical services • aftercare services.

- **Men:**

Educational services • vocational training services • training in good work habits • recreational programs • clinical services • behavioral changes • aftercare services.

### **Provincial adult institutions**

1 centre for women • for men: 3 reformatories, 5 industrial farms, 5 training centres, 2 clinics and 8 forestry camps • 46 jails for men and women • construction of 2 regional detention centres.

### **Program for juveniles**

Comprehensive program to meet the needs of each child • educational programs • psychological, psychiatric, social and medical services • recreational programs • library services • religious activities • aftercare services.

### **Training schools**

14 training schools for juveniles (including 3 Roman Catholic schools.)

## **education**

**Hon. William G. Davis, Q.C.**

### **Elementary and secondary education**

Development of the aims and objectives of public education in Ontario • resource and consultative services to teachers and school boards regarding curriculum and school organization • assessment, development and publishing of approved courses of study • textbook evaluation • experimentation with new teaching methods and materials • workshops and summer courses for teachers on teaching and learning techniques • measurement of student progress • investigation of problems of culturally disadvantaged children • teacher education • certi-

fication of teachers • consultation on special education classes for emotionally disturbed, neurologically impaired or retarded children • provincially-operated residential schools for hearing handicapped or blind children • correspondence courses.

#### **Educational television**

Development of television programs for elementary and secondary students and teachers and for adults in the community • consultative services to school boards on the effective use of television for educational purposes.

#### **Colleges of applied arts and technology**

Development of curriculum • consultation on architectural matters • forecasting course requirements • adult occupational training.

#### **Youth and recreation**

Certification of recreation directors • leadership training courses and camps.

#### **Grants**

Operating and construction grants for elementary public and separate schools and secondary schools • grants to library boards • grants to municipal recreation authorities • grants to colleges of applied arts and technology.

### **energy and resources management**

**Hon. George A. Kerr, Q.C.**

#### **Energy**

Inspection and licensing of natural gas and oil wells including exploration, leasing of rights and methods of drilling and production • ensuring the safe storage, handling and distribution of petroleum and gas products • examination and licensing of pipeline inspectors, gas and propane fitters, and oil burner mechanics • statistics and general information on the oil and gas industry.

#### **Conservation**

Field surveys of watersheds • consultative services and grants to conservation authorities for flood control, water conservation and the control of soil erosion.

#### **Air pollution control**

Monitoring and sampling of air conditions • consultative services to industry on problems of emissions and requiring the installation of remedial equipment.

#### **Ministerial agencies**

• The Hydro Electric Power Commission of Ontario:

Generation, transmission and distribution of electric power throughout the province.



- The Ontario Northland Transportation Commission:

A railway between North Bay and Moosonee • bus line and trucking line in north-eastern Ontario • telephone and teletype communications system.

- The Ontario Energy Board:

Holding of public hearings to authorize the construction of gas pipelines, the expropriation of land for pipeline rights-of-way and for the operation of gas storage facilities. The Board is also responsible for setting of rates to be charged for transmission, storage and distribution of natural gas in Ontario.

- The Ontario Water Resources Commission:

Provincial water management • maintenance of an inventory of water resources based on stream gauging and well records • assistance to municipalities for water supply and sewage treatment • regulation of industries involved in water pollution requiring minimum effluent standards to be met and advising on the installation of remedial equipment.

## **financial and commercial affairs**

Hon. A. B. R. Lawrence, Q.C.

### **Ontario Securities Commission**

Establishment of standards and procedures with regard to transactions in securities in Ontario

- a quasi-judicial tribunal hearing and disposing of appeals • investigation of offences under The Securities Act • licensing and registration of securities brokers, dealers and salesmen in securities.

### **Consumer Protection Division**

Registration and operating guidelines of bailiffs, collection agencies, mortgage brokers, real estate and business brokers and used car dealers • regulation of the activities of itinerant sellers • incorporation and supervision of credit unions • establishment of quality standards for all materials used in stuffing and upholstery • setting operating and financial standards of cemeteries, mausoleums and crematories • prescribing the form and content of executory contracts • regulation of the form of disclosure of the cost of borrowing • investigation of conduct deemed to be contrary to the interests of consumers • public education service on consumer matters.

### **Office of the Superintendent of Insurance and Registrar of Loan and Trust Corporations**

Preservation of the solvency of insurance companies • provision of a legislative background for fair and reasonable insurance contracts sold by competent and honest insurance agents • supervision of the business of insurance in Ontario to ensure that it is conducted in the public interest • supervision of the activities of loan and trust companies in Ontario.



### **Companies Branch**

Incorporation or licensing of all companies operating in Ontario • prescribes the nature and extent of information that every corporation must make public • registration of mortgages, bonds, debentures, and other corporate securities.

### **Lotteries Branch**

Administration of the licensing scheme for lotteries permitted under the new provisions of the Criminal Code of Canada.

## **health**

**Hon. Thomas L. Wells**

### **Local health**

Consulting services to local health agencies on: public education and information concerning good health practices • detection and control of communicable diseases and other conditions which are hazardous to health • dental health care services • standards and training of public health nurses.

Direct public health services to residents in unorganized territories in the Province.

### **Environmental health**

Occupational health services to protect and preserve the health of workers • health studies services to determine the effect of pollutants on human health • food protection services to prevent the transmission of disease through food • engineering services for safe water supply and proper waste disposal • laboratory services to analyze hazardous environmental conditions • licencing and control of the use of pesticides.

### **Special health**

Assessment of communicable disease incidence • drug testing and evaluation services • medical rehabilitation and care of the chronically ill • maternal and child health services • school health services • poison control centres • tuberculosis prevention and treatment services • consulting services on nutrition.

### **Mental health**

Prevention, diagnosis, treatment or training and rehabilitation services for the mentally ill or mentally retarded • provincial psychiatric hospitals • provincial facilities for the mentally retarded • consultative services on hospital management to improve patient care standards • training programs for staff working with the mentally ill and the mentally retarded.

### **Public health laboratories**

Laboratory support to health agencies in the maintenance of community health, and to practising physicians as a diagnostic aid.

### **Health services**

Hospital care insurance (OHSC) • health services insurance (OHSIP) • Health Insurance Registration Board (HIRB) handles premium collection, enrolment, registration, eligibility and enquiries from the public about provincial hospital and medical insurance.

### **Ministerial agencies**

Ontario Hospital Services Commission: develops a balanced integrated system of hospitals and related health facilities • Alcoholism and Drug Addiction Research Foundation: research in alcoholism and addiction to substances other than alcohol; programs for treatment and rehabilitation • Ontario Mental Health Foundation: research, diagnosis and treatment in mental health • Ontario Cancer Treatment and Research Foundation: diagnosis, treatment and research in cancer • Ontario Cancer Institute: operates a hospital for cancer diagnosis, treatment and research.

## **highways**

Hon. George E. Gomme

### **King's highway system**

Construction of freeways, four-lane and two-lane highways and collector roads • construction, inspection and maintenance of bridges • road surfacing and paving • snow plowing and fencing • road sanding and salting • zone painting • signs, lighting, traffic lights and signals • grass seeding, weed control and tree and shrub planting.

### **Municipal roads systems**

Subsidies to municipalities for construction and maintenance of municipal roads and streets • connecting links between municipal and provincial highways systems • development roads • road and bridge design and research services.

### **Planning and programming**

Analysis, evaluation and justification of surface transportation projects • definition of project priorities in relation to available funds • development of 5-year advance program of highway construction • research into various modes of transportation; development and maintenance of experimental mass transportation systems; accident experience and causes on freeways and other types of roads; etc.

### **Commuter rail services**

GO-TRANSIT commuter passenger service and station parking facilities between Pickering and Hamilton. Go-Transit commuter bus service between Toronto and Barrie and in the Hamilton-Oakville and the Pickering-Oshawa areas and any extension of this type of service.

**The Law Officer of the Crown**

The Minister of Justice and Attorney General exercises the duties and responsibilities of the Law Officer of the Crown as prescribed by law and usage and supervises the administration of justice in the Province. The functions of this office include the following:

- **Crown legal services**

Advising the Government upon all matters of law connected with legislative enactments and upon all matters of law referred to the Minister by the Government • advising the heads of the departments and agencies of Government upon all matters of law connected with such departments and agencies • conducting and regulating all litigation for and against the Crown or any department or agency of Government including the responsibility for the direction of prosecutions under the Criminal Code and Provincial legislation.

- **Legislative services and research**

Drafting, reviewing, publishing and consolidating Ontario legislation • advising the Legislature, Government departments and agencies and the public on matters of legislation • conducting research in the law and in the administration of justice including formulation of recommendations for remedial legislation.

- **Administration of justice**

Providing and supervising legal and administrative services to all Courts, judicial offices and land registration offices • development of court rules and procedures • providing probation services • safeguarding the interest of minors and other persons with legal disabilities through the offices of the Official Guardian and Public Trustee • assisting in the protection of civil rights of Ontario citizens by the financing of the legal aid program, providing compensation to victims of crime and ensuring impartial investigation services and compensation in matters of expropriation.

- **Law enforcement and public safety**

Developing efficient operations of police forces in Ontario through advisory services, crime intelligence, police training and uniform disciplinary procedures • assisting, supervising and advising law enforcement officers in matters of investigations and prosecutions • providing scientific investigation and research services for law enforcement agencies and the courts • providing and supervising investigations, advisory, training and research services in the fields of emergency measures and fire protection and safety • administration and supervision of the coroners' system.

**Ontario Provincial Police**

Policing and patrolling all King's Highways including accident investigation and conducting traffic safety education program • provision of general policing in those parts of

Ontario where there is no municipal police force • assisting municipal police forces with enforcement duties, specialist services of all aspects of criminal investigations, under-water search and recovery, bomb disposal etc., provision of marine enforcement of Ontario's lakes and rivers • licensing private investigators and security guards and maintenance of a central registry of licensed fire arms and shooting clubs • maintenance of telecommunication network between Ontario Provincial Police locations and other police agencies.

## **labour**

**Hon. Dalton A. Bales, Q.C.**

### **Industrial relations**

Services to promote harmonious labour-management relations • enforcement and provision of rulings on bargaining rights and unfair practices • mediation and arbitration services on contractual disputes.

### **Safety**

Public and occupational safety services • inspection of elevators, pressure vessels, construction sites and commercial and industrial premises • licensing the operation of elevators and pressure vessels • approval of drawings of new or modified plants, shops and office buildings.

### **Human rights**

The Ontario Human Rights Commission provides protection to persons against discrimination in employment, housing and public accommodation.

### **Employment standards**

Hours of work • vacations with pay • minimum wages • overtime and vacation pay • equal pay for equal work.

### **Industrial training**

Apprenticeship training programs • short-term skill training programs.

### **Women's bureau**

Education, research and counselling programs to promote the full utilization of Ontario's female human resources.

## **lands and forests**

**Hon. Rene Brunelle**

### **Planning**

The development of comprehensive planning programs for all uses of crown lands and waters • land capability inventory for long range planning and participation and co-ordination with regional development planning.

**Timber management**

Timber resources management for optimum sustained yield of forest products including timber, wildlife, recreation and aesthetics • the production and planting of trees • inventorying and planned management of forests • advice, management assistance and financial aid to owners of woodlands • logger safety program.

**Forest protection**

Provincial forest lands and, by agreement, municipal and other private forest lands, are protected against damage by fire, insects and disease • protection of life and property from forest fires • construction of dams.

**Recreation**

Provincial parks where needed • development and maintenance of numerous water access points, canoe routes and hiking trails • nature reserves and wilderness areas • management of the fish and wildlife resources to provide recreation on a day use and extended-use basis • control measures to permit a full harvest of these wildlife and fish • hunter safety training and examinations • services to the commercial fishing and fur industries.

**Lands**

Retention and disposal of crown lands through the development and implementation of land use plans • conducting and restoration of crown surveys • land acquisition for public use • management of water resources • water regulation.

**Research**

Provision of useful, tested information for forestry, fishery and wildlife resource management planning.

**lieutenant governor**

**Hon. W. Ross Macdonald, P.C., C.D., Q.C., LL.D.**

Administrative services required by His Honour the Lieutenant Governor of Ontario.

**mines**

**Hon. Allan F. Lawrence, Q.C.**

**Mines promotion**

Provision of access roads to mining resources • administration of the disposal of mining lands including the licensing of prospectors, claim recording administration and judicial services on crown land • analytical and mineralogical laboratory services • research on ore treatment • information offices in Northern Ontario.



### **Geological services**

Geological reconnaissance surveys of selected areas of the Province by planes and helicopters and detailed ground surveys • geological mapping services • classes for prospectors and courses in mining and prospecting techniques • studies in mineral economy.

### **Mine safety and miner protection**

Training services to miners in rescue work and safety practices • inspection of oil and gas wells and mines for health and safety hazards • inspection and safety-testing of mining equipment and cables • research on the occurrence of silicosis.

### **Library services**

Central library facilities available to the public • texts and reference works in the geological sciences • geological field survey reports • details of assessment work of a geophysical, geochemical or geological nature as a permanent record of the development work done on specific mining claims • film library.

## **municipal affairs**

**Hon. W. Darcy McKeough**

### **Planned development of municipalities**

Establishment of planning boards • participation in provincial programs for the establishment of new communities • administration of The Planning Act • assistance to municipalities in urban renewal projects • promotion of planning activity in Ontario municipalities • conducting research into community planning principles and practices.

### **Consultative services**

Advising on municipal financial management including accounting, auditing, reporting, budgeting and finance • evaluating municipal financial capabilities • developing municipal taxation and borrowing policies • advising on municipal organizational structure, administrative procedures, and the conduct of municipal elections • providing technical consulting services to municipalities on systems problems and on the use of data processing equipment.

### **Municipal research**

Studies into local government structure • development and evaluation of regional government proposals • encouragement of municipal consolidation • economic research into the implications of present and proposed government programs.

### **Assessment**

Provincial assessment, at market value, of all real property in Ontario.



### **Municipal subsidies**

Development of a subsidy structure to integrate municipal resources with provincial resources and reduce the burden of municipal taxation • unconditional per capita grants to municipalities • payments to municipalities in lieu of taxes • residential property tax reduction.

### **Ontario Municipal Board**

A quasi-judicial body acting as arbitrator in the establishment of sound municipal development • performs administrative functions related to municipal annexations, amalgamations and zoning • guards the financial stability of municipalities by the approval of their capital borrowing.

### **prime minister**

**Hon. John P. Robarts, P.C., Q.C.**

Administrative and staff services required by the Prime Minister as head of the Government of Ontario • services required by Cabinet and its committees • processing of Orders of the Executive Council.

### **provincial auditor**

**George H. Spence, F.C.A.**

Audit of all transactions affecting the Consolidated Revenue Fund on the basis of a pre-audit of expenditure and a post-audit of revenue • directing the preparation of the Public Accounts • reporting annually to the Assembly • audit of departmental, ministerial and quasi-judicial agencies where authorized in the related governing statutes.

### **provincial secretary and citizenship**

**Hon. Robert S. Welch, Q.C.**

#### **Citizenship and community development**

Promotion of Citizen participation in Community affairs • community conferences • community advice centres • assistance to citizen groups through grants, materials and visits by community development officers • education programs for those interested in municipal government • research.

#### **Newcomer integration**

Special programs related to integration of newcomers • classes in English and Citizenship • training programs and an annual conference for teachers of English as a second language • teacher training materials • translation services for newcomers and Ontario government departments • information services.

#### **Indian development**

Enrichment program on a provincial level • special services to Indians to reduce their disadvantages and increase their readiness for community participation.

### **Registrar General**

Registering and issuing certificates for births, marriages and deaths • compiling of statistics • issuing licences, banns and authorization for marriages.

### **Ontario-Quebec Permanent Commission**

Implementation of Ontario-Quebec agreement on co-operation and exchange in education and cultural matters.

### **Special services**

Government hospitality to special visitors and organizations meeting in Ontario • congratulatory scrolls to citizens • protocol information • memorial wreaths • provision of copies of government documents.

### **Administrative services**

Supporting services for the Department and the Legislative Assembly of Ontario • handling of all records, petitions and legislative bills • legislative library • post office.

## **public works**

**Hon. J. R. Simonett**

### **Provision of accommodation**

Acquisition of land and buildings for government departments and crown agencies • planning, designing, constructing and furnishing accommodation • management and maintenance of government owned buildings – repairs and alterations, provision of utilities, landscaping and related services.

### **Central services**

Centralized government services for printing and duplicating • publishing, mailing, telephone communications, stationery and office supplies • implementation of government policies on purchasing, warehousing and disposal of material and services – value analysis, specifications, evaluation of suppliers and inventory control • planning and co-ordinating the production of government exhibits and displays.

## **revenue**

**Hon. John H. White**

### **Tax administration**

Administration of Ontario's principal tax statutes • corporations tax • retail sales tax • gasoline and diesel fuel taxes • tobacco tax • logging tax • succession duties • race tracks tax • land transfer tax • security transfer tax.

### **Savings offices**

21 branches of the Province of Ontario Savings Office • interest-earning savings deposit services to the public.

## **social and family services**

Hon. John Yaremko, Q.C.

### **Income maintenance**

- **Family Benefits:**

Long-term financial assistance to persons in need who are elderly, disabled, blind, mothers or unemployed fathers with dependent children • hospital and medical insurance to recipients • dental care for recipient families with children • hospital and medical insurance for eligible Old Age Security recipients.

- **General Welfare Assistance:**

Municipally administered, provincially subsidized short-term financial assistance to persons and families temporarily unable to support themselves.

- **Institutional Services for Adults:**

Provincial assistance to homes for the aged, rest homes, elderly persons centres, hostels, correctional half-way houses.

### **Rehabilitation and special services**

Rehabilitation services for handicapped persons to restore and develop their working capacity and place them in satisfying employment • family counselling services to help persons deal with social problems and achieve self-support • assistance to municipalities for homemakers and nursing services • financial assessment of applicants for legal aid.

### **Child care**

Provincial grants, supervision and consultative services to Children's Aid Societies providing child care, protection and counselling • grants to municipalities or organizations providing day nursery services • licensing of day nurseries.

- **Institutional Services for Children and Young People:**

Capital and operating grants to voluntary organizations providing institutional care for mentally retarded children and adults, unwed mothers, and children with emotional difficulties.

## **tourism and information**

Hon. James A. C. Auld

### **Tourist industry**

Counselling and technical services to tourist operators and regional tourist councils • ensuring that high standards are maintained in the fields of accommodation and tourist attractions • licensing of accommodation facilities • promotion services to "sell" Ontario • literature and travel counselling services for visitors.

### **Market research**

Determining prime tourist markets • defining the characteristics of visitors and potential visitors • analysis of visitor reactions to determine what they are seeking in an Ontario vacation • measuring the volume and expenditure of visitors by tourist council area.

### **Provincial facilities**

St. Lawrence Parks system • Huronia Historical Parks • Ontario Centennial Centre of Science and Technology.

### **Grants**

Grants to regional tourist councils for the promotion and development of tourist business.

## **trade and development**

**Hon. Stanley J. Randall**

### **Industrial development**

Provision of vital data to industry planning new locations on: market research information • details of land and building costs • municipal services • energy and labor costs • incorporation and customs laws • material sources • transportation facilities • assistance to existing industry in finding new manufacturing opportunities • joint ventures • new technology.

### **Export development**

Assistance to Ontario companies to: export products or services by sending trade missions abroad and by bringing in foreign buyers • show their goods at selected international fairs • design awards competitions to encourage new concepts to help increase sales of Ontario products at home and abroad.

### **Research**

Economic studies of principal Ontario industries • studies of major trading countries • commodity analysis of potential Ontario exports.

### **International trade**

Trade and industry counselling service in 14 key commercial areas of the world • information services to foreign businessmen on investment opportunities in Ontario • location of foreign agents and distributors for Ontario products.

### **Immigration**

Assistance to industry in recruiting skilled workers and professional people through offices in Toronto, London and Glasgow.

### **Ontario Development Corporation**

A comprehensive program of financial services to qualified companies wishing to locate new manufacturing plants or expand existing operations in Ontario • financial assistance program for pollution control • financial assistance to tourist industry • lease-back and rental arrangements • consultative services to small businesses • operation of Centralia Industrial Park.

### **Sheridan Park Corporation**

Development and sale of land for research facilities in the 350-acre Sheridan Park Research Community.

### **Ontario Housing Corporation**

Home Ownership Made Easy (H.O.M.E.) Plan • family and senior citizen housing on a rent geared-to-income basis • student housing • land development providing serviced lots for lease with option to purchase after five years • housing for industry, community development housing and development of condominium housing • financing for condominiums or houses built on H.O.M.E. Plan lots.

## **transport**

**Hon. Irwin Haskett**

### **Highway safety**

Motor vehicle mechanical fitness inspection program • the improvement of driver attitudes and skills by means of the demerit point system, driver examination and re-examination programs • highway safety campaigns • promotion of driver education in secondary schools • distribution of films and highway safety promotional materials • conferences and seminars on highway safety • enforcement services to control road transport operations for the safety of road users and the protection of highways.

### **Licensing**

Compilation and maintenance of files for the identification of drivers and vehicles through licensing • licensing and control of “for-hire” carriers (trucks and buses).

### **Motor Vehicle Accident Claims Fund**

Provides compensation for damages incurred by the operation of uninsured or unidentified motor vehicles in the Province.

### **Air transportation**

“Highways in the Sky” program designed to promote commercial and recreational air corridors in Northern Ontario by the provision of financial assistance for the establishment and extension of air strips.



## **Canadian Transport Commission**

Provincial representation on applications coming before the C.T.C.'s committees on railway transport, air transport and motor vehicle transport.

## **treasury and economics**

**Hon. Charles S. MacNaughton**

### **Fiscal policy**

Preparation of the Government's annual budget statement and budget papers • development of fiscal policy framework, taxation and financing policy options and expenditure priorities • monitoring of aggregate budgetary position • development of long-range fiscal reform policies • inter-government financial relations, including analysis and policy development concerning shared-cost programs, tax-agreements, loans and grants to local governments and institutions • analyses of the economic impact of fiscal policies • analysis of capital market conditions in relation to fiscal policy.

### **Finance management**

Management and administration of the public debt of Ontario • cash and investment management of provincial funds • administration of The Ontario Universities Capital Aid Corporation, The Ontario Education Capital Aid Corporation and other crown corporations concerned with capital financing • analysis of trends in public finance and liaison on financial and debt matters with The Ontario Hydro-Electric Power Commission and with other agencies.

### **Economic development policy**

Development and analysis of broad economic policies and goals concerned with general levels of output, sectoral growth and balance, and the supply and distribution of economic resources in the Province • economic forecasts of provincial incomes and output • preparation of comprehensive regional development plans and policies in conjunction with regional development councils and advisory boards, government departments and universities.

### **Federal-provincial affairs**

Development of recommendations on constitutional matters, cultural and linguistic questions, and the machinery of intergovernmental relationships • studies and analysis to provide perspective on intergovernmental relationships in Canada.

### **Government accounting and financial systems**

Financial information system for financial management and budgetary control • development of common accounting procedures and reporting methods • overall recording and consolidation of provincial financial transactions • preparation of consolidated government financial statements • receipt and disbursement of public funds • administration of trust and special funds • administration of government insurance and pension funds.



### **Economic and statistical services**

Formulating, estimating and testing of econometric models • development of measures of provincial output • provincial population forecasts • administration of the Ontario Statistics Act • collection of statistical data for economic research • computer system development and program implementation • maintenance of a library of computer programs for economic analysis.

### **treasury board secretariat**

**Hon. Charles S. MacNaughton**

The Secretariat, a separate agency, serves as the staff arm of the Treasury Board which is in effect the finance and administration committee of the Executive Council. The responsibilities assigned to the Treasury Board Secretariat reflect the functions of the Board on whose behalf it acts.

### **Programs and estimates**

Analysis and co-ordination of program proposals in the context of long term and annual planning • analysis of departmental submissions especially the impact of proposed expenditures and the administrative implications of alternative courses of action • co-ordinating the development of appropriate budget and general management systems • monitoring program performance and departmental administration to ensure attainment of approved objectives.

### **Program review**

Development and implementation of a planning-programming-budgeting system.

### **Management services**

Consulting services to Treasury Board, government departments and agencies in areas of organization, management science, automatic data processing standards and policy, actuarial services and other management aids • directing or co-ordinating special studies of administrative practices and organization as directed by the Government.

### **Staff relations**

Negotiations with employee associations as the representative of management • development of appropriate policy recommendations for Government consideration and approval.

### **university affairs**

**Hon. William G. Davis, Q.C.**

#### **Grants**

Grants to provincially assisted universities and colleges for operating purposes and debenture payments • loans to provincially assisted universities through The Ontario Universities

Capital Aid Corporation (which purchases debentures from the universities) to finance construction of physical facilities • grants to university students through the Ontario Student Awards Program, Ontario Graduate Fellowships and other programs • grants in aid of research at the provincially assisted universities.

### **Special studies**

Enrolment forecasting • research on space utilization and space management for the universities • publication of HORIZONS, a guide to educational opportunities in Ontario beyond the secondary school level • studies involving on-going assessment of the operating grant formula • studies concerning capital formula allocations • research into trends and developments in higher education.

### **Provincially assisted universities and colleges**

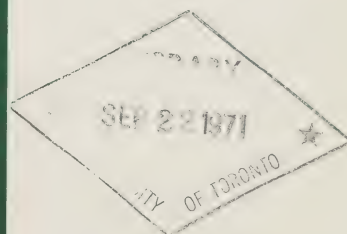
Brock University • Carleton University • University of Guelph • Lakehead University • Laurentian University • McMaster University • Ontario College of Art • University of Ottawa • Queen's University • University of Toronto • Trent University • University of Waterloo • University of Western Ontario • University of Windsor • York University • the Department also administers provincial support for the Art Gallery of Ontario, Royal Botanical Gardens and Royal Ontario Museum.

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Government  
Publication



# PROVINCE OF ONTARIO



**1971**  
**FINANCIAL REPORT**



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## FINANCIAL REPORT

Year Ended March 31, 1971

### FINANCIAL HIGHLIGHTS

	1971	1970
	(\$ Thousands)	
Net budgetary revenue .....	3,751,576	3,300,776
Net budgetary expenditure .....	3,845,997	3,249,244
Surplus (deficit) .....	(94,421)	51,532

### AT YEAR END

Stock and debentures .....	5,193,218	4,560,414
Net debt .....	1,634,348	1,539,927
Net debt per capita .....	\$210.57	\$202.31
Net debt as a percentage of provincial domestic product ..	5.9%	5.5%



Copies may be obtained from the  
GOVERNMENT ACCOUNTS BRANCH,  
DEPARTMENT OF TREASURY AND ECONOMIC AFFAIRS,  
Frost Building, Queen's Park,  
Toronto 5, Ontario



## TREASURER'S REPORT

I am pleased to present to you the 1971 Financial Report of the Province of Ontario.

Net general revenue for 1970-71, was up some \$450 million from 1969-70, and within \$13 million of that anticipated in the 1970 Budget.

Net general expenditure was some \$118 million higher than originally forecast, reflecting the Government's decision, in the face of a sluggish economy, to increase spending to help those most in need. Extra funds were therefore allocated for property tax assistance for farmers and pensioners, extended medicare benefits and programs which provide employment and welfare assistance.

Despite a \$94 million deficit on budgetary transactions, the Province's cash position continues to be strong. Reduced financial requirements of Ontario Hospital Services Commission and Ontario Development Corporation, together with increased non-budgetary cash inflows through the Province of Ontario Savings Office and other sources combined to keep the shrinkage in liquid reserves to just over \$7 million. This has permitted the Province to refrain from borrowing in the capital markets for its own purposes for the second consecutive fiscal year.

I welcome any comments you may have on this report. If you have any questions, please direct them to the Government Accounts Division of the Department of Treasury and Economics.

Toronto, August 1971.

A handwritten signature in dark ink, appearing to read 'W. S. Bennett', with a stylized, flowing script.

PROVINCE OF ONTARIO

STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 1971

(with comparative figures for 1970)

ASSETS

	1971	1970
	(\$ Thousands)	
Cash .....	582,860	540,443
Temporary investments (at cost) .....	52,330	104,867
	635,190	645,310
Advances to commissions (note 2) .....	1,257,482	1,135,642
Advances and investments — crown corporations (note 3) .....	2,035,247	1,598,005
Loans to municipalities .....	166,399	168,299
Other loans and investments (at cost — note 4) .....	159,666	134,464
Fixed assets (valued at \$1.00 — note 5) .....	—	—
Inactive assets (note 6) .....	4,347	4,347
Total assets .....	4,258,331	3,686,067
Less reserve for inactive assets .....	4,301	4,301
Net realizable assets .....	4,254,030	3,681,766
Net debt .....	1,634,348	1,539,927
	5,888,378	5,221,693

Approved on behalf of the Department of Treasury and Economics:

H. I. MACDONALD, Deputy Treasurer of Ontario and Deputy Minister of Economics.

G. McINTYRE, C.A., Comptroller of Accounts.

LIABILITIES

	<u>1971</u>	<u>1970</u>
	(\$ Thousands)	
Demand deposits with the Province of Ontario Savings Office .....	116,657	104,165
Pension funds (note 7) .....	433,486	370,464
Deposit, trust and reserve accounts .....	157,294	196,232
Stock and debentures (note 8) .....	5,193,218	4,560,414
Deduct:		
Ontario debentures held as investments .....	<u>12,277</u>	<u>9,582</u>
	5,180,941	4,550,832
	<u>5,888,378</u>	<u>5,221,693</u>
Contingent liabilities (note 9) .....	2,472,981	2,168,727

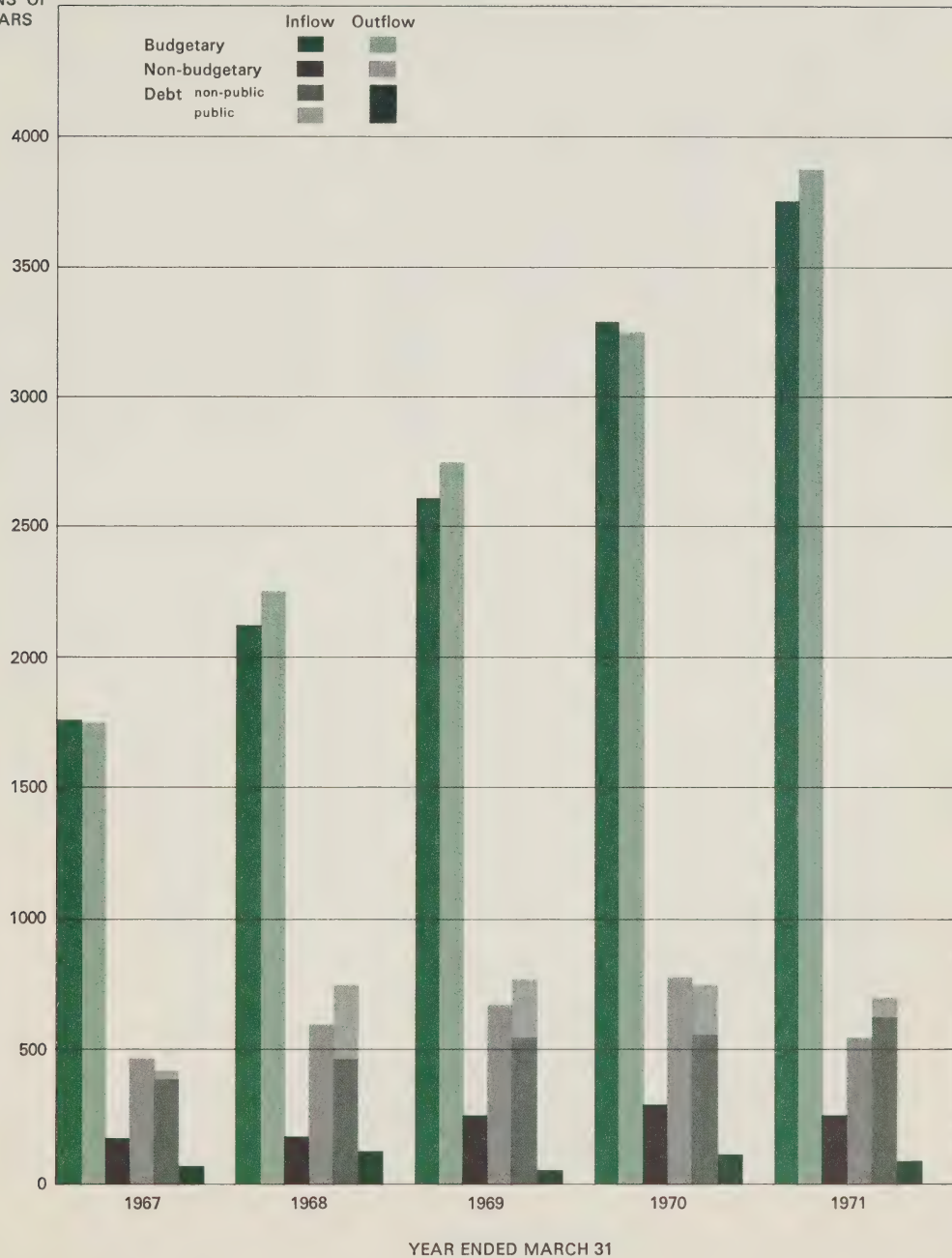
# CONSOLIDATED REVENUE FUND

Year ended March 31

	1971		1970	
			(\$ Thousands)	
<b>opening balance</b>				
Cash and temporary investments .....	645,310		394,241	
Ontario debentures held as investments .....	9,582	654,892	—	394,241
<b>budgetary transactions</b>				
Net general revenue (page 8) .....	3,751,576		3,300,776	
Net general expenditure (page 12) .....	(3,845,997)		(3,249,244)	
Decrease (increase) in net debt .....		(94,421)		51,532
<b>non-budgetary transactions</b>				
Receipts and credits (page 14) .....	250,791		328,894	
Disbursements and charges (page 15) .....	(796,599)	(545,808)	(818,083)	(489,189)
<b>debt transactions</b> (page 16)				
Proceeds of loans				
Non-public .....	613,638		572,477	
Public:				
On behalf of the Hydro-Electric Power				
Commission of Ontario .....	84,100		199,450	
Bank loan .....	20,000		—	
	717,738		771,927	
Loans matured or retired .....	(84,934)	632,804	(73,619)	698,308
<b>closing balance</b>				
Cash and temporary investments .....	635,190		645,310	
Ontario debentures held as investments .....	12,277	647,467	9,582	654,892

# CONSOLIDATED REVENUE FUND ACTIVITY

MILLIONS OF  
DOLLARS



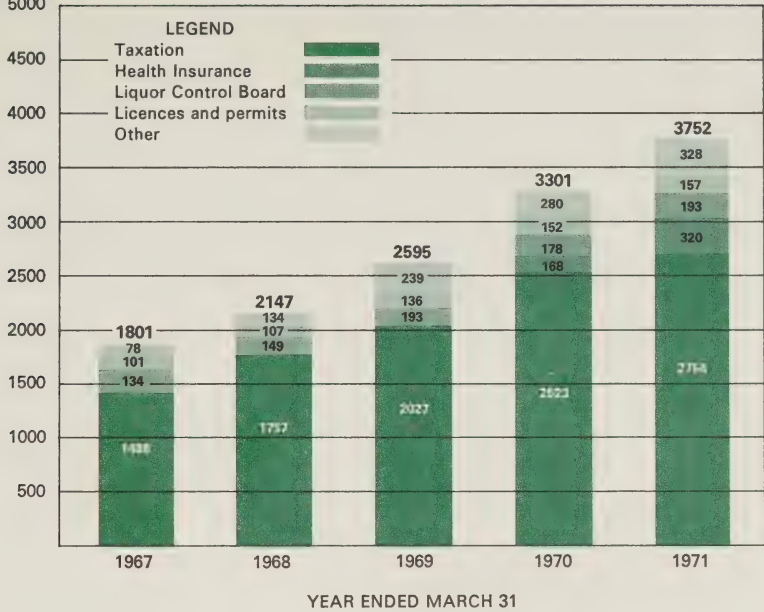
## SOURCES OF NET GENERAL REVENUE

Year ended March 31

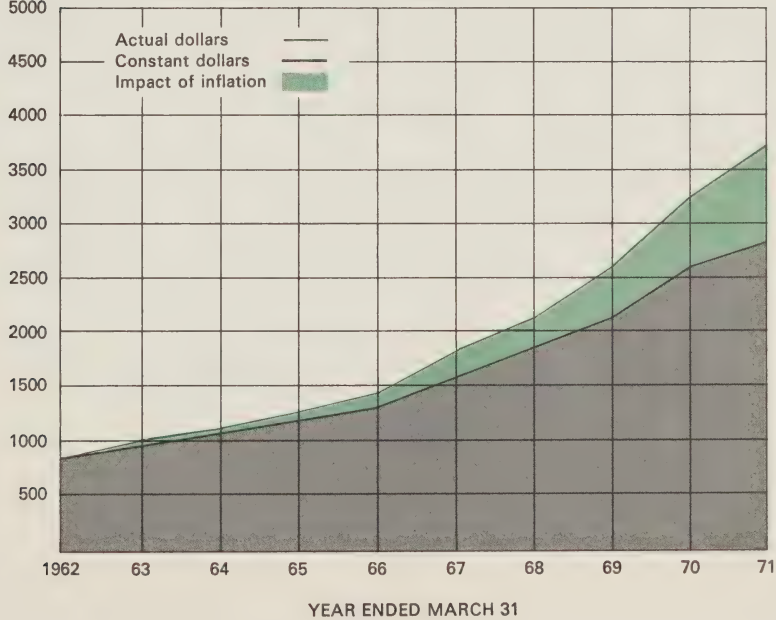
	1971		1970	
	(\$ Thousands)	%	(\$ Thousands)	%
<b>taxation</b>				
Personal income tax collection agreement .....	991,845	26.5	762,086	23.1
Retail sales tax .....	674,184	18.0	637,264	19.3
Corporations tax .....	414,063	11.0	477,173	14.5
Gasoline tax .....	375,778	10.1	361,937	10.9
Succession duty .....	81,316		73,182	
Tobacco tax .....	75,301		71,695	
Motor vehicle fuel tax .....	33,334		29,840	
Share of federal estate tax .....	28,383		26,818	
Mines profits, acreage, gas .....	25,442		24,541	
Race tracks tax .....	20,342		20,873	
Land transfer tax .....	11,308		14,548	
Income tax — public utilities .....	10,575		8,795	
Security transfer tax .....	5,264		6,962	
Logging tax .....	1,696		1,977	
Other taxation .....	4,960		5,775	
	<u>2,753,791</u>	<u>73.4</u>	<u>2,523,466</u>	<u>76.4</u>
<b>ontario health services insurance plan — premiums</b> .....	320,332	8.5	167,713	5.1
<b>liquor control board of ontario</b> .....	193,209	5.1	178,741	5.4
<b>licenses and permits</b>				
Motor vehicles, hunting and fishing, parks, insurance, marriage, theatres, racing, mines, etc. ....	156,502	4.2	151,663	4.6
<b>other revenue</b> .....	327,742	8.8	279,193	8.5
	<u><u>3,751,576</u></u>	<u><u>100.0</u></u>	<u><u>3,300,776</u></u>	<u><u>100.0</u></u>



MILLIONS OF DOLLARS 5000  
**SOURCES OF NET GENERAL REVENUE**



MILLIONS OF DOLLARS 5000  
**NET GENERAL REVENUE**  
 — Actual Dollars Versus 1961 Constant Dollars



# NET GENERAL EXPENDITURE BY MINISTERIAL RESPONSIBILITY

Year ended March 31

Page Ref.*		1971		1970	
		(\$ Thousands)	%	(\$ Thousands)	%
24	<b>education</b>				
	Legislative grants to local school authorities .....	825,279		710,167	
	Grants to technical and technological institutes .....	89,606		68,664	
	Contribution to the Teachers' Superannuation Fund .....	63,850		64,488	
	Assistance to school boards to construct and equip additional vocational units, etc. ....	52,000		50,785	
	Other .....	94,470		83,477	
		1,125,205	29.3	977,581	30.1
26	<b>health</b>				
	Ontario Health Services Insurance Plan — claims cost .....	266,061		92,923	
	Mental hospitals and hospital schools, etc. ....	162,091		136,793	
	Contribution to Ontario Hospital Care Insurance Plan .....	87,096		183,604	
	Payments for medical services, net of subscriber premiums and recoveries (OMSIP) .....	—		31,537	
	Other, including various hospital grants .....	177,554		103,229	
		692,802	18.0	548,086	16.9
28	<b>highways</b>				
	Construction of roads and other capital projects .....	237,302		227,102	
	Municipal subsidies — construction .....	100,753		87,788	
	— maintenance .....	62,611		52,725	
	Highway maintenance, etc. ....	91,761		84,525	
	GO Transit construction and maintenance .....	4,864		2,507	
		497,291	12.9	454,647	14.0
40	<b>university affairs</b>				
	Grants to universities and colleges .....	378,782		315,107	
	Student awards .....	43,643		38,296	
	Other .....	6,978		4,245	
		429,403	11.2	357,648	11.0
32	<b>municipal affairs</b>				
	Residential property tax reduction .....	155,860		123,846	
	Other grants, subsidies and payments to municipalities .....	45,219		26,167	
	Unconditional grants to municipalities .....	27,387		45,376	
	Other .....	33,624		13,398	
		262,090	6.8	208,787	6.4

\* A summary of the services provided by the department is presented on the page noted in this column.

Page  
Ref.\*

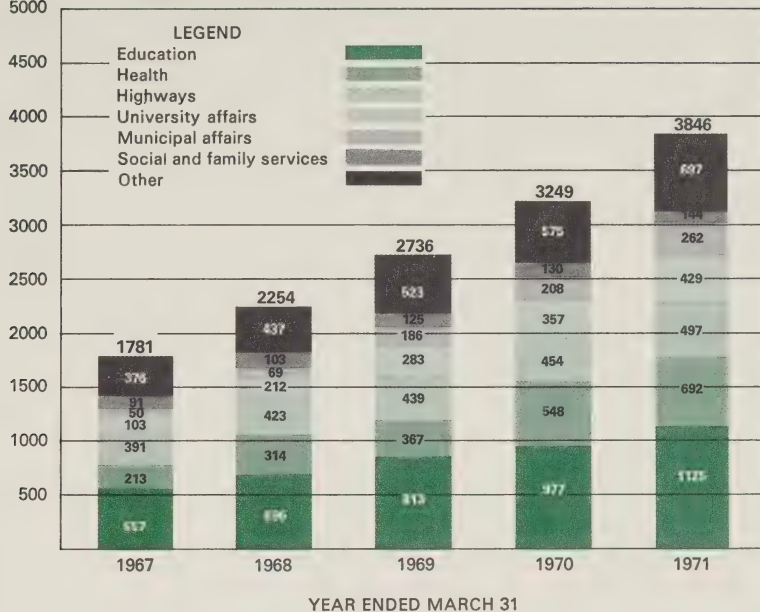
		1971		1970	
		\$ Thousands)	%	(\$ Thousands)	%
35	<b>social and family services</b>				
	Income maintenance .....	118,101		106,323	
	Child care .....	22,204		20,293	
	Rehabilitation and development .....	3,729		4,002	
		<u>144,034</u>	3.8	<u>130,618</u>	4.0
38	<b>treasury and economics</b>				
	Interest on public debt .....	61,163		60,523	
	Contribution to employee insurance plan and to pension plans for government employees and members of the Legislature .....	58,048		38,260	
	Other .....	9,463		10,227	
		<u>128,674</u>	3.4	<u>109,010</u>	3.4
28	<b>justice</b>				
	Ontario Provincial Police .....	55,360		48,048	
	Contribution to Legal Aid Fund .....	10,222		8,146	
	Other .....	50,598		44,275	
		<u>116,180</u>	3.0	<u>100,469</u>	3.1
34	<b>public works</b>				
	Provision of accommodation .....	98,182		80,007	
	Other .....	6,041		4,756	
		<u>104,223</u>	2.7	<u>84,763</u>	2.6
30	<b>lands and forests</b> .....	<u>71,069</u>	1.8	<u>61,452</u>	1.9
23	<b>agriculture and food</b> .....	<u>64,385</u>	1.7	<u>48,840</u>	1.5
24	<b>correctional services</b> .....	<u>49,600</u>	1.2	<u>45,101</u>	1.4
36	<b>trade and development</b> .....	<u>42,089</u>		<u>23,196</u>	
25	<b>energy and resources management</b>				
	Ontario Water Resources Commission .....	11,715		9,751	
	Other .....	19,954		16,708	
		<u>31,669</u>		<u>26,459</u>	

\* A summary of the services provided by the department is presented on the page noted in this column.

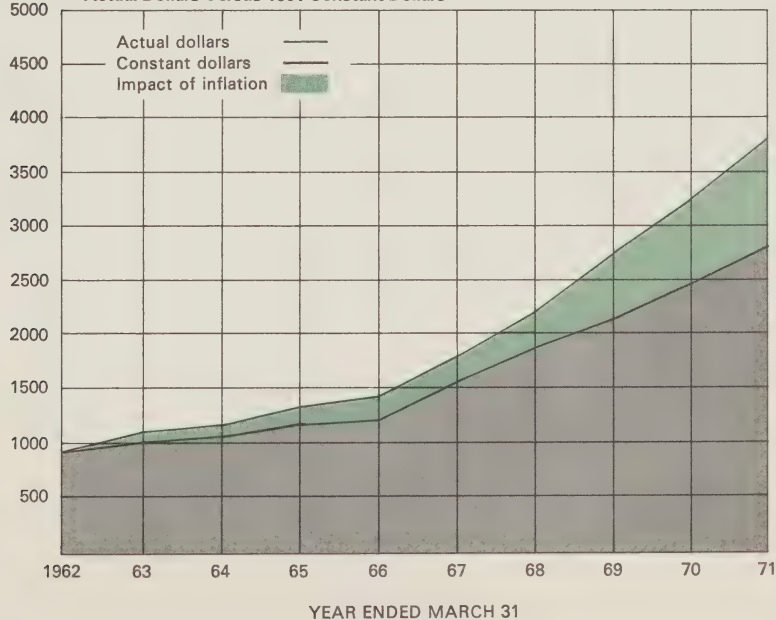
Page Ref.*		1971 (\$ Thousands) %	1970 (\$ Thousands) %
29	labour .....	16,717	14,402
37	transport .....	14,700	13,120
36	tourism and information .....	13,576	13,136
35	revenue .....	11,590	10,356
31	mines and northern affairs .....	10,080	6,741
33	provincial secretary and citizenship .....	8,956	6,900
26	financial and commercial affairs .....	5,216	4,320
23	civil service .....	2,886	2,334
39	treasury board .....	2,018	—
33	provincial auditor .....	989	838
33	prime minister .....	519	400
31	lieutenant governor .....	36	40
	total net general expenditure .....	3,845,997 100.0	3,249,244 100.0

\* A summary of the services provided by the department is presented on the page noted in this column.

# MILLIONS OF DOLLARS **NET GENERAL EXPENDITURE**



## MILLIONS OF DOLLARS **NET GENERAL EXPENDITURE** — Actual Dollars Versus 1961 Constant Dollars



## NON-BUDGETARY TRANSACTIONS

Year ended March 31

	<u>1971</u>	<u>1970</u>
	(\$ Thousands)	
<b>receipts and credits</b>		
Repayments of loans and advances		
The Ontario Education Capital Aid Corporation .....	28,687	20,980
The Ontario Junior Farmer Establishment Loan Corporation .....	13,200	7,100
Ontario Northland Transportation Commission .....	12,000	—
The Hydro- Electric Power Commission of Ontario .....	11,154	10,365
The Ontario Universities Capital Aid Corporation .....	10,053	7,362
Other .....	28,183	22,984
	<u>103,277</u>	<u>68,791</u>
 Deposits to pension funds and deposit, trust and reserve accounts .....	 135,016	 215,227
 Sinking fund assets transferred to investments .....	 —	 43,133
 Province of Ontario Savings Office (net) .....	 12,498	 1,743
 <b>total receipts and credits</b> .....	 <u>250,791</u>	 <u>328,894</u>



## NON-BUDGETARY TRANSACTIONS

Year ended March 31

	1971	1970
	(\$ Thousands)	
<b>disbursements and charges</b>		
Loans and advances		
The Ontario Education Capital Aid Corporation .....	201,512	200,550
The Ontario Universities Capital Aid Corporation .....	174,760	170,000
The Hydro-Electric Power Commission of Ontario:		
General advances .....	84,100	199,450
Advances for nuclear powered generating station .....	23,901	19,529
Housing Corporation Limited .....	49,490	—
Ontario Housing Corporation .....	42,808	41,925
Ontario Water Resources Commission .....	38,034	29,968
Capital financial assistance to hospitals .....	26,639	25,779
Ontario Development Corporation .....	14,381	15,214
The Ontario Junior Farmer Establishment Loan Corporation .....	11,500	11,000
The Ontario Municipal Improvement Corporation .....	6,278	5,158
Ontario Student Housing Corporation .....	1,999	2,650
Ontario Northland Transportation Commission .....	—	7,500
Other .....	10,260	6,996
	685,662	735,719
 Payments from pension funds and deposit, trust and reserve accounts .....	 110,937	 82,364
 <b>total disbursements and charges</b> .....	 <b>796,599</b>	 <b>818,083</b>

## DEBT TRANSACTIONS

Year ended March 31

	1971		1970
	(\$ Thousands)		
<b>proceeds of loans</b>			
Non-public			
Debentures issued to —			
Canada Pension Plan Investment Fund .....	476,038		445,777
Ontario Municipal Employees Retirement Fund .....	57,600		46,700
Teachers' Superannuation Fund .....	80,000		80,000
	<u>613,638</u>		<u>572,477</u>
Public			
Debentures issued to the public —			
On behalf of The Hydro-Electric Power			
Commission of Ontario .....	84,100		199,450
Bank loan .....	20,000		—
	<u>104,100</u>	717,738	<u>199,450</u> 771,927
<b>loans matured or retired</b>			
Non-public			
Debentures issued to —			
Municipal Development and Loan Board .....	(3,922)		( 3,817)
Public			
Debentures issued to the public —			
On behalf of The Hydro-Electric Power			
Commission of Ontario .....	(10,035)		(12,618)
For general purposes .....	(50,977)		(57,184)
	<u>(61,012)</u>		<u>(69,802)</u>
Bank loan .....	(20,000)		—
	<u>(81,012)</u>	(84,934)	<u>(69,802)</u> (73,619)
<b>total debt transactions</b> .....	<u>632,804</u>		<u>698,308</u>

## NOTES TO THE FINANCIAL STATEMENTS

(All figures in thousands of dollars)

### note 1. basis of reporting

The financial statements reflect the "cash flow" principle of accounting used by the Province of Ontario in which transactions are recorded as cash flows in and out of the Consolidated Revenue Fund. As the name implies, it is through this fund that Provincial money must pass in accordance with the annual budget approved by the Legislature whose duty it is to report to the public on the source and disposition of the revenues which it receives.

With respect to the financial operations of provincial crown corporations, agencies, boards and commissions, the financial statements presented in this Report reflect (i) the year-end position of the advances to or the investments in these entities which are made from the Consolidated Revenue Fund and (ii) the extent to which their operations have been financed from or have contributed to the Fund for the year.

Separate financial statements are available for each of these provincially controlled operations. The following is a list of the major entities involved: Housing Corporation Limited; The Hydro-Electric Power Commission of Ontario; Liquor Control Board of Ontario; Ontario Development Corporation; The Ontario Education Capital Aid Corporation; Ontario Hospital Services Commission; Ontario Housing Corporation; The Ontario Junior Farmer Establishment Loan Corporation; The Ontario Municipal Improvement Corporation; Ontario Northland Transportation Commission; Ontario Student Housing Corporation; The Ontario Universities Capital Aid Corporation; Ontario Water Resources Commission; The Sheridan Park Corporation; Workmen's Compensation Board.

### note 2. advances to commissions

The Hydro-Electric Power Commission of Ontario:

Secured by bonds of the Commission .....	\$ 955,849	
Unsecured .....	77,470	\$1,033,319
Ontario Water Resources Commission .....		193,831
Ontario Northland Transportation Commission .....		30,208
The Crop Insurance Commission of Ontario .....		124
		<u>\$1,257,482</u>

### note 3. advances and investments — crown corporations

The Ontario Education Capital Aid Corporation .....	\$ 844,457
The Ontario Universities Capital Aid Corporation .....	823,707
Ontario Housing Corporation .....	169,178
The Ontario Junior Farmer Establishment Loan Corporation .....	90,600
Housing Corporation Limited .....	49,490
Ontario Development Corporation .....	36,514
The Ontario Municipal Improvement Corporation .....	19,298
Ontario Student Housing Corporation .....	2,003
	<u>\$2,035,247</u>

### note 4. other loans and investments

Loans to hospitals .....	\$ 117,207
Investment in the Liquor Control Board of Ontario .....	25,075
Miscellaneous .....	17,384
	<u>\$ 159,666</u>

#### note 5. fixed assets

Part of government's role is to provide facilities which have lasting value, such as roads, buildings, and other public works. Such expenditures on fixed assets do not produce income in the same way as is expected of expenditures on fixed assets of a business. Nor can it be said that expenditures on a new road, for example, will benefit future tax payers in a way which is significantly different from expenditures on education or the prevention of forest fires. Accordingly, provincial expenditures on fixed assets are treated as non-recoverable expenditures of each fiscal year and are carried at the nominal value of \$1.00.

#### note 6. inactive assets

Government of Canada .....	\$ 4,301
Settlers' loans .....	46
	<u>\$ 4,347</u>

#### note 7. pension funds

Public Service Superannuation Fund .....	\$ 432,031
Legislative Assembly Retirement Allowances Account .....	1,455
	<u>\$ 433,486</u>

#### note 8. stock and debentures

maturing within 1 year .....	\$ 47,068
maturing within 2-5 years .....	954,003
maturing within 6-10 years .....	341,984
maturing after 10 years .....	3,850,163
	<u>\$5,193,218</u>

#### note 9. contingent liabilities

##### Obligations of —

The Hydro-Electric Power Commission of Ontario .....	\$2,409,932
Provincial crown corporations .....	29,092
Ontario Northland Transportation Commission .....	22,200
Miscellaneous .....	33,055
	<u>\$2,494,279</u>
Less guaranteed securities of the above held as investments of the Province .....	21,298
	<u>\$2,472,981</u>

note 10. statement of consolidated revenue fund

The transactions of the fund are presented in summary form, analysed according to the following three distinct areas of government activity:

- “budgetary transactions”, which relate to operational activities;
- “non-budgetary transactions”, which relate to the lending, investment and trust administration function; and
- “debt transactions”, which relate to long-term borrowing and repayment.

note 11. total provincial equity in non-consolidated crown corporations

	Advances and investments— crown corporations	Unrecorded equity or (deficit)	Total Provincial equity
The Ontario Education Capital Aid Corporation .....	\$ 844,457	\$ —	\$ 844,457
The Ontario Universities Capital Aid Corporation .....	823,707	—	823,707
Ontario Housing Corporation .....	169,178	2,565	171,743
The Ontario Junior Farmer Establishment Loan Corporation .....	90,600	—	90,600
Housing Corporation Limited .....	49,490	27	49,517
Ontario Development Corporation .....	36,514	91	36,605
The Ontario Municipal Improvement Corporation .....	19,298	8,430	27,728
Ontario Student Housing Corporation .....	2,003	—	2,003
	<u>\$2,035,247</u>	<u>\$ 11,113</u>	<u>\$2,046,360</u>

## 10 YEAR REVIEW

(All figures in thousands of dollars)

### results of operations

#### budgetary transactions

	1971	1970	1969	1968
Net general revenue .....	3,751,576	3,300,776	2,595,220	2,146,871
Net general expenditure (see note below*) .....	3,845,997	3,249,244	2,736,204	2,253,619
Surplus or (deficit) .....	(94,421)	51,532	(140,984)	(106,748)

### financial position

#### liabilities

Stock and debentures .....	5,193,218	4,560,414	3,961,326	3,237,217
Other liabilities .....	707,437	670,861	536,213	432,890

#### assets

Cash and temporary investments .....	635,190	645,310	394,241	299,263
Crown corporations, commissions, etc. ....	3,292,729	2,733,647	2,086,647	1,535,156
Other assets .....	338,388	312,391	425,192	385,213

net debt .....	1,634,348	1,539,927	1,591,459	1,450,475
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net debt per capita (in dollars) .....	\$210.57	\$202.31	\$214.34	\$203.79
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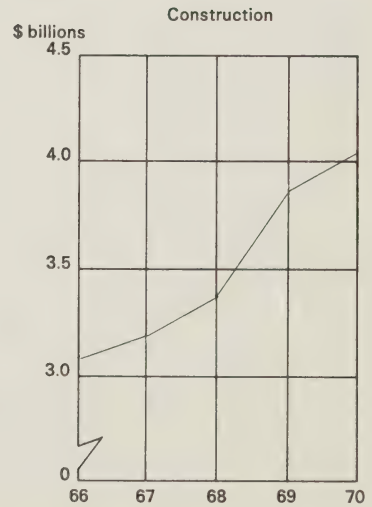
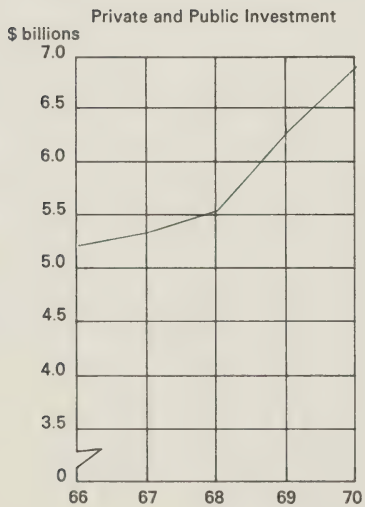
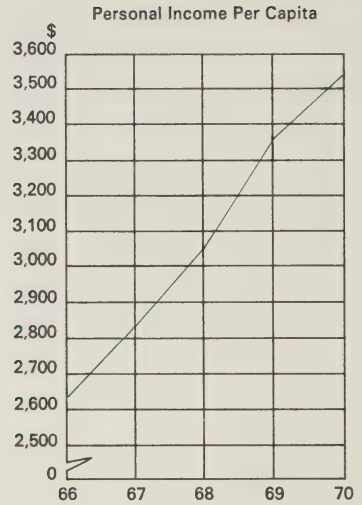
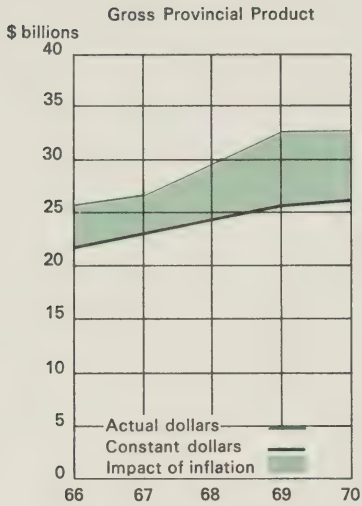
net debt as a percentage of provincial domestic product .....	5.9%	5.5%	6.3%	6.2%
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\* Note: The annual sinking fund provision for the years prior to 1970, when the fund was in operation, has been excluded to highlight the relationship between the results of budgetary transactions and the changes in net debt of the Province. Prior to 1968 this relationship was affected by certain non-cash adjustments.



1967	1966	1965	1964	1963	1962
1,801,054	1,444,246	1,238,981	1,081,380	996,525	827,424
1,780,914	1,456,198	1,265,534	1,139,246	1,067,542	941,677
20,140	(11,952)	(26,553)	(57,866)	(71,017)	(114,253)
2,622,993	2,225,646	1,998,107	1,884,320	1,813,810	1,760,078
403,108	365,929	323,085	280,664	279,182	238,893
262,381	202,447	166,013	122,951	109,608	116,226
1,070,492	728,508	553,726	482,202	475,275	468,255
349,501	305,362	261,332	240,165	249,141	227,063
1,343,727	1,380,505	1,365,329	1,344,744	1,284,104	1,209,064
\$191.22	\$199.09	\$202.00	\$203.53	\$198.65	\$191.01
6.2%	7.1%	7.7%	8.2%	8.6%	8.7%

## ONTARIO ECONOMIC INDICATORS



## SUMMARY OF DEPARTMENTAL SERVICES

(Comprehensive descriptions of the programs, activities and services of each department are made by annual report to the Legislature. Copies may be obtained from individual departments on request. The Ministers named are those who held office at the end of the 1970-71 fiscal year.)

### agriculture and food

Hon. William A. Stewart

#### Consultative services

Professional advice and technical assistance on all facets of the agriculture and food industry to producers, service industries and consumers • services to farmers on farm management and efficient production of high quality livestock and crops • inspection, regulation and technical assistance to milk producers • legislation enabling commodity marketing boards to market the full range of farm commodities • farm product inspection services ensuring quality and freshness for consumers • domestic and foreign market development for Ontario farm products; consumer education programs for maximum utilization of Ontario grown products • comprehensive insurance coverage on a wide range of crops • ARDA programs for maximum utilization of human, land and water resources • recruitment of people for the farm labour work force • training of homemakers and 4-H Club members in domestic sciences, household budgeting and community improvement • assistance to agricultural fairs, exhibitions, plowing matches and livestock shows • licensing of community livestock sales • regional veterinary laboratories • meat inspection services • animal health services • animal disease and dead animal disposal regulation • agricultural economic research and statistical services.

#### Provincial facilities

Colleges of agricultural technology at Ridgetown, Centralia, Kemptville and New Liskeard • research stations at Vineland and Simcoe • pesticides laboratory at Guelph • Ontario Agricultural Research Institute.

#### Grants and loans

Community centres grants • livestock, soil and crop grants and subsidies • grants to agricultural and horticultural societies and associations • farm improvement and farm consolidation grants and loans • loans to agricultural co-operatives.

### civil service

Hon. John Yaremko, Q.C.

Administration of The Ontario Public Service Act and the recommendation of regulations thereunder • evaluating and classifying positions in the Civil Service and determining entry qualifications • recommending to the Government, salary ranges for those classifications which are not determined by the collective bargaining process • recruitment of qualified people and their assignment to positions • providing, assisting in or co-ordinating staff development programs throughout the Civil Service, including French language training courses for Public Servants and others.

## **correctional services**

**Hon. C. J. S. Apps**

### **Correctional program**

- Adults:

Custody, for prescribed periods, of persons sentenced by the courts • provision to persons in custody of training and treatment services that will afford them better opportunities for successful personal and social adjustment • modification of the attitudes of persons in custody so that upon release their actions will be law abiding.

### **Services to persons in custody**

- Women:

“Therapeutic community” treatment • educational services • vocational training services • recreational programs • clinical services • aftercare services.

- Men:

Educational services • vocational training services • training in good work habits • recreational programs • clinical services • behavioral changes • aftercare services.

### **Provincial adult institutions**

1 centre for women • for men: 8 correctional centres, 5 adult training centres, 2 clinics and 8 forestry camps • 46 jails for men and women • construction of 3 regional detention centres.

### **Program for juveniles**

Comprehensive program to meet the needs of each child • educational programs • psychological, psychiatric, social and medical services • recreational programs • library services • religious activities • aftercare services.

### **Training schools**

14 training schools for juveniles (including 3 Roman Catholic schools.)

## **education**

**Hon. Robert S. Welch**

### **Elementary and secondary education**

Development of the aims and objectives of public education in Ontario • resource and consultative services to teachers and school boards regarding curriculum and school organization • assessment, development and publishing of approved curriculum guidelines • textbook evaluation • experimentation with new teaching methods and materials • workshops and summer courses for teachers on teaching and learning techniques • measurement of student progress • investigation of problems of culturally disadvantaged children • teacher education • consultative service to OECA • certification of teachers • consultation on special education classes for emotionally disturbed, neurologically impaired or retarded children • provincially-operated residential schools for hearing handicapped or blind children • correspondence courses.

### **Colleges of applied arts and technology**

Development of curriculum • consultation on architectural matters • forecasting course requirements • adult occupational training.

### **Youth and recreation**

Certification of recreation directors • leadership training courses and camps • youth programs • recreation programs.

### **Grants**

Operating and construction grants for elementary public and separate schools and secondary schools • grants to library boards • grants to municipal recreation authorities • grants to colleges of applied arts and technology.

## **energy and resources management**

**Hon. George A. Kerr, Q.C.**

### **Conservation**

Watershed management through the Conservation Authority Program • field surveys, consultative services and grants to conservation authorities for flood control, natural resource management, outdoor recreation and land-use planning.

### **Air pollution control**

Establishment and enforcement of design standards for existing and new sources of air pollution • monitoring of ambient air quality and meteorological conditions • operation of an Air Pollution Index for the prevention of episode conditions.

### **Waste management**

Control of the transportation, storage and disposal of household, commercial and industrial solid wastes and hauled liquid wastes • certification of all waste disposal sites and waste management systems in accordance with legislated requirements • consultation on correct siting and operation of waste disposal sites.

### **Ministerial agencies**

The Hydro Electric Power Commission of Ontario

Generation, transmission and distribution of electric power throughout the province.

The Ontario Water Resources Commission

Provincial water management, maintenance of an inventory of water resources based on stream gauging and well records • assistance to municipalities for water supply and sewage treatment • regulation of industries involved in water pollution requiring minimum effluent standards to be met and advising on the installation of remedial equipment.

## **financial and commercial affairs**

**Hon. A. A. Wishart, Q.C.**

### **Companies Branch**

Incorporation of licensing of all companies operating in Ontario • prescribes the nature and extent of information that every corporation must make public • registration of mortgages, bonds, debentures, and other corporate securities.

### **Consumer Protection Division**

Registration and operating guidelines of bailiffs, collection agencies, mortgage brokers, real estate and business brokers and used car dealers • regulation of the activities of itinerant sellers • incorporation and supervision of credit unions • establishment of quality standards for all materials used in stuffing and upholstery • setting operating and financial standards of cemeteries, mausoleums and crematories • prescribing the form and content of executory contracts • regulation of the form of disclosure of the cost of borrowing • investigation of conduct deemed to be contrary to the interests of consumers • public education service on consumer matters.

### **Office of the Superintendent of Insurance and Registrar of Loan and Trust Corporations**

Preservation of the solvency of insurance companies • provision of a legislative background for fair and reasonable insurance contracts sold by competent and honest insurance agents • supervision of the business of insurance in Ontario to ensure that it is conducted in the public interest • supervision of the activities of loan and trust companies in Ontario.

### **Ontario Securities Commission**

Establishment of standards and procedures with regard to transactions in securities in Ontario • a quasi-judicial tribunal hearing and disposing of appeals • investigation of offences under The Securities Act • licensing and registration of securities brokers, dealers and salesmen in securities.

### **Lotteries Branch**

Administration of the licensing scheme for lotteries permitted under the new provisions of the Criminal Code of Canada.

## **health**

**Hon. A. B. R. Lawrence, Q.C.**

### **Local health**

Consulting services to local health agencies on: public education and information concerning good health practices • detection and control of communicable diseases and other conditions which are hazardous to health • dental health care services • standards and training of public health nurses.

Direct public health services to residents in unorganized territories in the province.



## **Environmental health**

Occupational health services to protect and preserve the health of workers • health studies services to determine the effect of pollutants on human health • food protection services to prevent the transmission of disease through food • engineering services for safe water supply and proper waste disposal • laboratory services to analyze hazardous environmental conditions • licencing and control of the use of pesticides.

## **Special health**

Assessment of communicable disease incidence • drug testing and evaluation services • medical rehabilitation and care of the chronically ill • maternal and child health services • school health services • poison control centres • tuberculosis prevention and treatment services • consulting services on nutrition.

## **Mental health**

Prevention, diagnosis, treatment or training and rehabilitation services for the mentally ill or mentally retarded • provincial psychiatric hospitals • provincial facilities for the mentally retarded • assistance to psychiatric facilities operated by local boards • consultative services on hospital management to improve patient care standards • training programs for staff working with the mentally ill and the mentally retarded.

## **Public health laboratories**

Laboratory support to health agencies in the maintenance of community health, and to practising physicians as a diagnostic aid.

## **Health services**

Hospital care insurance (OHSC) • health services insurance (OHSIP) • Health Insurance Registration Board (HIRB) handles premium collection, enrolment, registration, eligibility and enquiries from the public about provincial hospital and medical insurance.

## **Ministerial agencies**

Ontario Hospital Services Commission: develops a balanced integrated system of hospitals and related health facilities • Alcoholism and Drug Addiction Research Foundation: research in alcoholism and addiction to substances other than alcohol; programs for treatment and rehabilitation • Ontario Mental Health Foundation: research, diagnosis and treatment in mental health • Ontario Cancer Treatment and Research Foundation: diagnosis, treatment and research in cancer • Ontario Cancer Institute: operates a hospital for cancer diagnosis, treatment and research.

## highways

Hon. Charles S. MacNaughton

### Planning and programming

Analysis, evaluation and justification of surface transportation projects • definition of project priorities in relation to available funds • development of 5-year advance program of highway construction • research into various modes of transportation; development and maintenance of experimental mass transportation systems; accident experience and causes on freeways and other types of roads; etc.

### King's highway system

Construction of freeways, four-lane and two-lane highways and collector roads • construction, inspection and maintenance of bridges • road surfacing and paving • snow plowing and fencing • road sanding and salting • zone painting • signs, lighting, traffic lights and signals • grass seeding, weed control and tree and shrub planting.

### Commuter rail services

GO TRANSIT commuter passenger service and station parking facilities between Pickering and Hamilton • GO Transit commuter bus service between Toronto and Barrie and in the Hamilton-Oakville and the Pickering-Oshawa areas and any extension of this type of service.

### Municipal roads systems

Subsidies to municipalities for construction and maintenance of municipal roads and streets • connecting links between municipal and provincial highways systems • development roads • road and bridge design and research services.

## justice

Hon. Allan F. Lawrence, Q.C.

### The Law Officer of the Crown

The Minister of Justice and Attorney General exercises the duties and responsibilities of the Law Officer of the Crown as prescribed by law and usage and supervises the administration of justice in the Province. The functions of this office include the following:

- **Crown legal services**

Advising the Government upon all matters of law connected with legislative enactments and upon all matters of law referred to the Minister by the Government • advising the heads of the departments and agencies of Government upon all matters of law connected with such departments and agencies • conducting and regulating all litigation for and against the Crown or any department or agency of Government including the responsibility for the direction of prosecutions under the Criminal Code and Provincial legislation.

- **Legislative services and research**

Drafting, reviewing, publishing and consolidating Ontario legislation • advising the Legislature, Government departments and agencies and the public on matters of legislation • conducting research in the law and in the administration of justice including formulation of recommendations for remedial legislation.

- **Administration of justice**

Providing and supervising legal and administrative services to all Courts, judicial offices and land registration offices • development of court rules and procedures • providing probation services • safeguarding the interest of minors and other persons with legal disabilities through the offices of the Official Guardian and Public Trustee • assisting in the protection of civil rights of Ontario citizens by the financing of the legal aid program, providing compensation to victims of crime and ensuring impartial investigation services and compensation in matters of expropriation. .

- **Law enforcement and public safety**

Developing efficient operations of police forces in Ontario through advisory services, crime intelligence, police training and uniform disciplinary procedures • assisting, supervising and advising law enforcement officers in matters of investigations and prosecutions • providing scientific investigation and research services for law enforcement agencies and the courts • providing and supervising investigations, advisory, training and research services in the fields of emergency measures and fire protection and safety • administration and supervision of the coroners' system.

**Ontario Provincial Police**

Policing and patrolling all King's Highways including accident investigation and conducting traffic safety education program • provision of general policing in those parts of Ontario where there is no municipal police force • assisting municipal police forces with enforcement duties, specialist services of all aspects of criminal investigations, underwater search and recovery, bomb disposal etc., provision of marine enforcement of Ontario's lakes and rivers • licensing private investigators and security guards and maintenance of a central registry of licensed fire arms and shooting clubs • maintenance of telecommunication network between Ontario Provincial Police locations and other police agencies.

## **labour**

**Hon. Gordon R. Carton, Q.C.**

### **Industrial relations**

Services to promote harmonious labour-management relations • enforcement and provision of rulings on bargaining rights and unfair practices • mediation and arbitration services on contractual disputes.

### **Safety**

Public and occupational safety services • inspection of elevators, pressure vessels, construction sites and commercial and industrial premises • licensing the operation of elevators and pressure vessels • approval of drawings of new or modified plants, shops and office buildings • handling and use of hydrocarbons • uniform building standards.

### **Human rights**

The Ontario Human Rights Commission provides protection to persons against discrimination in employment, housing and public accommodation.

### **Employment standards**

Hours of work • vacations with pay • minimum wages • overtime and vacation pay • equal pay for equal work • lay-off notice • industrial standards • fair wages.

### **Industrial training**

Apprenticeship training programs • short-term skill training programs.

### **Women's bureau**

Education, research and counselling programs to promote the full utilization of Ontario's female human resources • equal employment opportunity.

## **lands and forests**

**Hon. Rene Brunelle**

### **Resource products**

Timber resources management for optimum sustained yield of forest products including timber, wildlife, recreation and aesthetics • the production and planting of trees • inventorying and planned management of forests • advice, management assistance and financial aid to owners of woodlands • logger safety program • services to the commercial fishing and fur industries.

### **Land management**

The development of comprehensive planning programs for all uses of crown lands and waters • land capability inventory for long range planning and participation and co-ordination with regional development planning.

Environmental protection of provincial forest lands and, by agreement, municipal and other private forest lands, are protected against damage by fire, insects and disease • protection of life and property from forest fires • waste disposal areas.

Retention and disposal of crown lands through the development and implementation of land use plans • conducting and restoration of crown surveys • land acquisition for public use • management of water resources • water regulation.

### **Outdoor recreation**

Provincial parks where needed • development and maintenance of numerous water access points, canoe routes and hiking trails • nature reserves and wilderness areas • management of the fish and wildlife resources to provide recreation on a day-use and extended-use basis • control measures to permit a full harvest of these wildlife and fish • hunter safety training and examinations.

### **Research**

Provision of useful, tested information for forestry, fishery and wildlife resource management planning.

### **lieutenant governor**

**Hon. W. Ross Macdonald, P.C., C.D., Q.C., LL.D.**

Administrative services required by His Honour the Lieutenant Governor of Ontario.

### **mines and northern affairs**

**Hon. Leo Bernier**

#### **Geological services to mining public**

Provision of access roads to mining resources • administration of the disposal of mining lands including the licensing of prospectors, claim recording administration and judicial services on crown land • analytical and mineralogical laboratory services • research on ore treatment.

#### **Provincial geological services**

Geological reconnaissance surveys of selected areas of the Province by planes and helicopters and detailed ground surveys, geophysical, geochemical and geological mapping services • classes for prospectors and courses in mining and prospecting techniques • studies in mineral economy.

#### **Mine safety and public protection**

Training services to miners in rescue work and safety practices • inspection of oil and gas wells and mines for health and safety hazards • inspection and safety-testing of mining equipment and cables • research on the occurrence of silicosis.

#### **Library services**

Central library facilities available to the public • texts and reference works in the geological sciences • geological field survey reports • details of assessment work of a geophysical, geochemical or geological nature as a permanent record of the development work done on specific mining claims • film library.



## **municipal affairs**

**Hon. Dalton A. Bales, Q.C.**

### **Planned development of municipalities**

Establishment of planning boards • participation in provincial programs for the establishment of new communities • administration of The Planning Act • assistance to municipalities in urban renewal projects • promotion of planning activity in Ontario municipalities • conducting research into community planning principles and practices.

### **Consultative services**

Advising on municipal financial management including accounting, auditing, reporting, budgeting and finance • evaluating municipal financial capabilities • developing municipal taxation and borrowing policies • advising on municipal organizational structure, administrative procedures, and the conduct of municipal elections • providing technical consulting services to municipalities on systems problems and on the use of data processing equipment.

### **Municipal research**

Studies into local government structure • development and evaluation of regional government proposals • encouragement of municipal consolidation • economic research into the implications of present and proposed government programs.

### **Assessment**

Provincial assessment, at market value, of all real property in Ontario.

### **Municipal subsidies**

Development of a subsidy structure to integrate municipal resources with provincial resources and reduce the burden of municipal taxation • unconditional per capita grants to municipalities • payments to municipalities in lieu of taxes • residential property tax reduction.

### **Ontario Municipal Board**

A quasi-judicial body acting as arbitrator in the establishment of sound municipal development • performs administrative functions related to municipal annexations, amalgamations and zoning • guards the financial stability of municipalities by the approval of their capital borrowing.

### **Assessment Review Court**

A quasi-judicial body that holds sittings throughout Ontario to hear complaints in respect of any assessment or tax matter that may be appealed to the Assessment Review Court under The Assessment Act or any other Act.



### **prime minister**

**Hon. William G. Davis, Q.C.**

Administrative and staff services required by the Prime Minister as head of the Government of Ontario • services required by Cabinet and its committees • processing of Orders of the Executive Council.

### **provincial auditor**

**George H. Spence, F.C.A.**

Audit of receipts and disbursements of public moneys forming part of the Consolidated Revenue Fund • audit of financial statements of the Province of Ontario as set out in the Public Accounts • reporting annually to the Assembly • audit of departmental, ministerial and quasi-judicial agencies where authorized in the related governing statutes.

### **provincial secretary and citizenship**

**Hon. John Yaremko, Q.C.**

#### **Community Development**

Promotion of citizen participation in community affairs • community conferences • community information and advice centres • assistance to citizen groups through grants, materials and visits by community development officers • education programs for those interested in municipal government.

#### **Citizenship and newcomer integration**

Special programs related to integration of newcomers • point of entry reception services for newcomers • orientation programs • classes in English and Citizenship • training programs and an annual conference for teachers of English as a second language • teacher training materials • information services.

#### **Indian Community**

Enrichment program on a provincial level • special services to assist people of Indian ancestry to take full advantage of the available services and to promote Indian directed community participation • Grants for Indian Community Projects to gather and distribute information and co-ordinate provincial services to Indians.

#### **Translations**

Free document translation service for newcomers for translation of their vocational and educational documents into English • translation service provided to other government departments and to members of the legislature.

### **Information services**

Support services to branches in organizing conferences • production of brochures and films • preparation of report and speech material • expertise in communicating with special groups in society.

### **Protocol and special services**

Government hospitality to special visitors and organizations meeting in Ontario • congratulatory scrolls to citizens • protocol information • memorial wreaths • provision of copies of government documents • commissions of appointment.

### **Registrar General**

Registering and issuing certificates for births, marriages and deaths • compiling of statistics • issuing licences, banns and authorization for marriages.

### **Ontario-Quebec Permanent Commission**

Implementation of Ontario-Quebec agreement on co-operation and exchange in education and cultural matters.

### **Administrative services**

Supporting services for the Department and the Legislative Assembly of Ontario • handling of all records, petitions and legislative bills • legislative library • post office.

### **Research**

Research studies for departmental planning and development with emphasis on community development programs and Indian community services • planning and co-ordinating "in-house" and "out-of-house" research projects.

## **public works**

**Hon. James A. C. Auld**

### **Provision of accommodation**

Acquisition of land and buildings for government departments and crown agencies • planning, designing, constructing and furnishing accommodation • management and maintenance of government owned buildings – repairs and alterations, provision of utilities, landscaping and related services.

### **Supply and services**

Consolidated government services for printing and duplicating • publishing, mailing, telephone communications, stationery and office supplies • implementation of government policies on purchasing, warehousing and disposal of material and services – value analysis, specifications, evaluation of suppliers and inventory control • planning and co-ordinating the production of government exhibits and displays.

## **revenue**

**Hon. Eric A. Winkler**

### **Tax administration**

Administration of Ontario's principal tax statutes • corporations tax • retail sales tax • gasoline and diesel fuel taxes • tobacco tax • logging tax • succession duties • race tracks tax • land transfer tax • security transfer tax.

### **Savings offices**

21 branches of the Province of Ontario Savings Office • interest-earning savings deposit services to the public.

## **social and family services**

**Hon. Thomas L. Wells**

### **Income maintenance**

#### **• Family Benefits**

Long-term financial assistance to persons in need who are elderly, disabled, blind, mothers or unemployed fathers with dependent children • hospital and medical insurance to recipients • dental care for recipient families with children • hospital and medical insurance for eligible Old Age Security recipients.

#### **• General Welfare Assistance**

Municipally administered, provincially subsidized short-term financial assistance to persons and families temporarily unable to support themselves.

#### **• Institutional Services for Adults**

Provincial assistance to homes for the aged, rest homes, elderly persons centres, hostels, correctional half-way houses.

### **Rehabilitation and special services**

Rehabilitation services for handicapped persons to restore and develop their working capacity and place them in satisfying employment • family counselling services to help persons deal with social problems and achieve self-support • assistance to municipalities for homemakers and nursing services • financial assessment of applicants for legal aid • grants to agencies offering credit counselling services.

### **Child care**

Provincial grants, supervision and consultative services to Children's Aid Societies providing child care, protection and counselling • grants to municipalities or organizations providing day nursery services • licensing of day nurseries.

- **Institutional Services for Children and Young People:**

Capital and operating grants to voluntary organizations providing institutional care for mentally retarded children and adults, unwed mothers, and children with emotional difficulties.

## **tourism and information**

**Hon. Fern Guindon**

### **Tourism industry**

Counselling and technical services to tourist operators and regional tourist councils • ensuring that high standards are maintained in the fields of accommodation and tourist attractions • licensing of accommodation facilities • promotion services to "sell" Ontario • literature and travel counselling services for visitors.

### **Market research**

Determining prime tourist markets • defining the characteristics of visitors and potential visitors • analysis of visitor reactions to determine what they are seeking in an Ontario vacation • measuring the volume and expenditure of visitors by tourist council area.

### **Parks and historical attractions**

St. Lawrence Parks system • Huronia Historical Parks • Ontario Science Centre.

### **Grants**

Grants to regional tourist councils for the promotion and development of the tourism business.

## **trade and development**

**Hon. Allan Grossman, C.L.U.**

### **Industrial development**

Provision of vital data to industry planning new locations on: market research information • details of land and building costs • municipal services • energy and labor costs • incorporation and customs laws • material sources • transportation facilities • assistance to existing industry in finding new manufacturing opportunities • joint ventures • new technology • product development clinics, industrial development seminars in major centres.

### **Export development**

Assistance to Ontario companies to: export products or services by sending trade missions abroad and by bringing in foreign buyers • show their goods at selected international fairs • design awards competitions to encourage new concepts to help increase sales of Ontario products at home and abroad.

## **Research**

Economic studies of principal Ontario industries • studies of major trading countries • commodity analysis of potential Ontario exports • analysis of export market opportunities.

## **International trade**

Trade and industry counselling service in 14 key commercial areas of the world • information services to foreign businessmen on investment opportunities in Ontario • location of foreign agents and distributors for Ontario products.

## **Immigration**

Assistance to industry in recruiting skilled workers and professional people through offices in Toronto, London and Glasgow.

## **Ontario Development Corporation**

A comprehensive program of financial services to qualified companies wishing to locate new manufacturing plants or expand existing operations in Ontario • financial assistance program for pollution control • financial assistance to tourist industry • lease-back and rental arrangements • consultative services to small businesses • operation of Centralia Industrial Park, Cobourg Industrial Park.

## **Sheridan Park Corporation**

Development and sale of land for research facilities in the 350-acre Sheridan Park Research Community.

## **Ontario Housing Corporation**

Home Ownership Made Easy (H.O.M.E.) Plan • family and senior citizen housing on a rent geared-to-income basis • student housing • land development providing serviced lots for lease with option to purchase after five years • housing for industry, community development housing and development of condominium housing • financing for condominiums or houses built on H.O.M.E. Plan lots.

## **transport**

**Hon. Charles S. MacNaughton**

### **Highway Safety**

Motor vehicle mechanical fitness inspection program • the improvement of driver attitudes and skills by means of the demerit point system, driver examination and re-examination programs • highway safety campaigns • promotion of driver education in secondary schools • distribution of films and highway safety promotional materials • conferences and seminars on highway safety • enforcement services to control road transport operations for the safety of road users and the protection of highways.



**Common carriers**

Enforcement of standards of road transport operations for road safety and highway protection

- control of "for hire" carriers.

**Licensing**

Identification of drivers, owners and users of vehicles • control over persons violating driving standards.

**Motor Vehicle Accident Claims Fund**

Provides compensation for innocent victims involved in accidents with uninsured motorists or hit and run drivers in Ontario.

**Air transport**

Financial assistance to municipalities, corporations and individuals for the establishment, extension and improvement of airport facilities • STOL investigation • intra-provincial air transport study.

**Rail transportation**

Maintenance of basic minimum rail network for current and anticipated needs.

**Lakes and seaways**

Studies of international rulings affecting Great Lakes ports and seaway • appeal services.

**Communications**

Study, appeal and development programs.

**treasury and economics**

**Hon. W. Darcy McKeough**

**Fiscal policy**

Preparation of the Government's annual budget statement and budget papers • development of fiscal policy framework, taxation and financing policy options and expenditure priorities • monitoring of aggregate budgetary position • development of long-range fiscal reform policies • inter-government financial relations, including analysis and policy development concerning shared-cost programs, tax-agreements, loans and grants to local governments and institutions • analyses of the economic impact of fiscal policies • analysis of capital market conditions in relation to fiscal policy.



### **Finance management**

Management and administration of the public debt of Ontario • cash and investment management of provincial funds • administration of The Ontario Universities Capital Aid Corporation, The Ontario Education Capital Aid Corporation and other crown corporations concerned with capital financing • analysis of trends in public finance and liaison on financial and debt matters with Ontario Hydro-Electric Power Commission and with other agencies.

### **Economic development policy**

Development and analysis of broad economic policies and goals concerned with general levels of output, sectoral growth and balance, and the supply, distribution and development of human and natural resources in the province • economic forecasts of provincial incomes and output • preparation of comprehensive regional development plans and policies in conjunction with regional development councils and advisory boards, government departments and universities.

### **Federal-provincial affairs**

Development of recommendations on constitutional matters and intergovernmental relationships • studies and analysis to provide perspective on intergovernmental affairs in Canada.

### **Government accounting and financial systems**

Financial information systems for financial management and budgetary control • development of government-wide accounting guidelines and procedures and reporting methods • overall recording and consolidation of provincial financial transactions • preparation of consolidated government financial statements • receipt and disbursement of public funds • administration of trust and special funds • administration of government insurance and pension funds.

### **Economic and statistical services**

Formulating, estimating and testing of econometric models • development of input/output models and provincial economic accounts • demographic forecasts and analyses • administration of the Ontario Statistics Act • collection and processing of statistical data for economic research • computer systems development and program implementation • maintenance of a library of computer programs for economic analysis.

### **treasury board secretariat**

**Hon. W. Darcy McKeough**

The Secretariat, a separate agency, serves as the staff arm of the Treasury Board which is in effect the finance and administration committee of the Executive Council. The responsibilities assigned to the Treasury Board Secretariat reflect the functions of the Board on whose behalf it acts.

### **Programs and estimates**

Analysis and co-ordination of program proposals in the context of long term and annual planning • analysis of departmental submissions especially the impact of proposed expenditures and the administrative implications of alternative courses of action • co-ordinating the development of appropriate budget and general management systems • monitoring program performance and departmental administration to ensure attainment of approved objectives.

### **Program review**

Development and implementation of a planning-programming-budgeting system.

### **Management services**

Consulting services to Treasury Board, government departments and agencies in areas of organization, management science, automatic data processing standards and policy, actuarial services and other management aids • directing or co-ordinating special studies of administrative practices and organization as directed by the Government.

### **Staff relations**

Negotiations with employee associations as the representative of management • development of appropriate policy recommendations for Government consideration and approval.

## **university affairs**

**Hon. John H. White**

### **Grants**

Grants to provincially assisted universities and colleges for operating purposes and debenture payments • loans to provincially assisted universities through the Ontario Universities Capital Aid Corporation (which purchases debentures from the universities) to finance construction of physical facilities • grants to university students through the Ontario Student Awards Program, Ontario Graduate Fellowships and other programs • grants in aid of research at the provincially assisted universities.

### **Special studies**

Enrolment forecasting • research on space utilization and space management for the universities • publication of HORIZONS and FUTURES, guides to educational opportunities in Ontario beyond the secondary school level • studies involving on-going assessment of the operating grant formula • studies concerning capital formula allocations • research into trends and developments in higher education • study of technology in university teaching • study of financing of teacher education • studies of new approaches to student aid.

### **Provincially assisted universities and colleges**

Brock University • Carleton University • University of Guelph • Lakehead University • Laurentian University • McMaster University • Ontario College of Art • University of Ottawa • Queen's University • University of Toronto • Trent University • University of Waterloo • University of Western Ontario • University of Windsor • York University • the Department also administers provincial support for the Art Gallery of Ontario, Royal Botanical Gardens and Royal Ontario Museum.

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Government  
Publications



# PROVINCE OF ONTARIO



1972  
**FINANCIAL REPORT**



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FINANCIAL REPORT

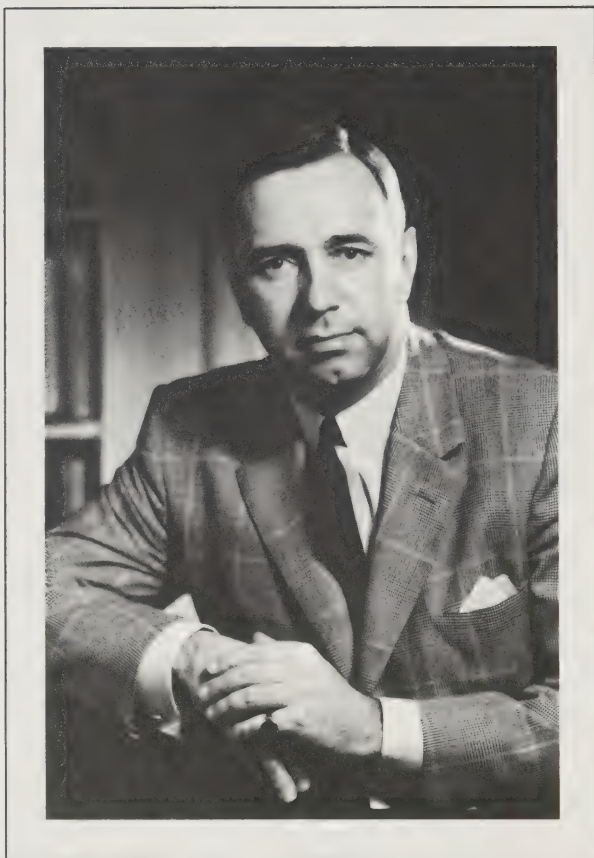
Year Ended March 31, 1972

FINANCIAL HIGHLIGHTS

	1972	1971
	(\$ Thousands)	
General revenue .....	4,703,813	4,419,974
General expenditure .....	5,223,004	4,514,395
Deficit .....	519,191	94,421

AT YEAR END

Stock and debentures .....	6,079,831	5,193,218
Net debt .....	2,153,539	1,634,348
Net debt per capita .....	\$276.09	\$210.57
Net debt as a percentage of provincial domestic product .....	7.8%	5.9%



Copies may be obtained from the  
FINANCIAL INFORMATION AND ACCOUNTING POLICY BRANCH  
MINISTRY OF TREASURY, ECONOMICS AND INTERGOVERNMENTAL AFFAIRS  
Frost Building, Queen's Park,  
Toronto 5, Ontario



## TREASURER'S REPORT

It is my pleasure to present the Financial Report of the Province of Ontario for the year ended March 31, 1972.

General revenues were \$11.7 million higher than anticipated in the 1971 Budget. Cuts in personal income taxes and health insurance were offset by higher than anticipated Corporation Tax Revenue. This reflects a more buoyant tax picture, but is primarily due to the cash flow lag in the impact of the 5% investment tax credit.

Massive additional expenditures were undertaken in December, 1971, when I introduced a Supplementary Supply Bill for \$173 million to stimulate winter employment, to accelerate capital works, and to increase family assistance. The consequent rise in the budgetary deficit and the level of net debt is still well within the Province's means. I have been pleased to see the results of these expenditures reflected in the improvement in the general economic picture since that time.

Any comments or questions you may have will be welcome. Please address such communications to the Finance Policy Division of the Ministry of Treasury, Economics and Intergovernmental Affairs.

Toronto, August 1972

A handwritten signature in dark ink, appearing to read "W. D. Bennett", with a stylized, sweeping flourish at the end.

PROVINCE OF ONTARIO

**STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 1972**  
(with comparative figures for 1971)

**ASSETS**

	1972	1971
	(\$ Thousands)	
Cash .....	580,074	582,860
Temporary investments (at cost) .....	63,912	52,330
	<u>643,986</u>	<u>635,190</u>
Advances to commissions (note 2) .....	1,358,271	1,257,482
Advances and investments — crown corporations (note 3) .....	2,457,024	2,035,247
Loans to municipalities .....	164,036	166,399
Other loans and investments (at cost — note 4) .....	190,918	159,666
Fixed assets (valued at \$1.00 — note 5) .....	—	—
Inactive assets (note 6) .....	4,346	4,347
	<u>4,818,581</u>	<u>4,258,331</u>
Total assets .....		
Less reserve for inactive assets .....	4,301	4,301
	<u>4,814,280</u>	<u>4,254,030</u>
Net realizable assets .....		
Net debt .....	2,153,539	1,634,348
	<u>6,967,819</u>	<u>5,888,378</u>

Approved on behalf of the Ministry of Treasury, Economics and Intergovernmental Affairs:

H. I. MACDONALD, Deputy Treasurer of Ontario and Deputy Minister of Economics and Intergovernmental Affairs.

G. McINTYRE, C.A., Executive Director, Finance Policy.

## LIABILITIES

	<u>1972</u>	<u>1971</u>
	(\$ Thousands)	
Demand deposits with the Province of Ontario Savings Office .....	146,039	116,657
Pension funds (note 7) .....	508,057	433,486
Treasury bills .....	190,000	—
Deposit, trust and reserve accounts .....	56,318	157,294
Federal-Provincial Special Development Loans .....	5,655	—
Stock and debentures (note 8) .....	6,079,831	5,193,218
Deduct:		
Ontario debentures held as investments .....	<u>18,081</u>	<u>12,277</u>
	6,061,750	5,180,941
	<u>6,967,819</u>	<u>5,888,378</u>
Contingent liabilities (note 9) .....	2,770,155	2,412,981

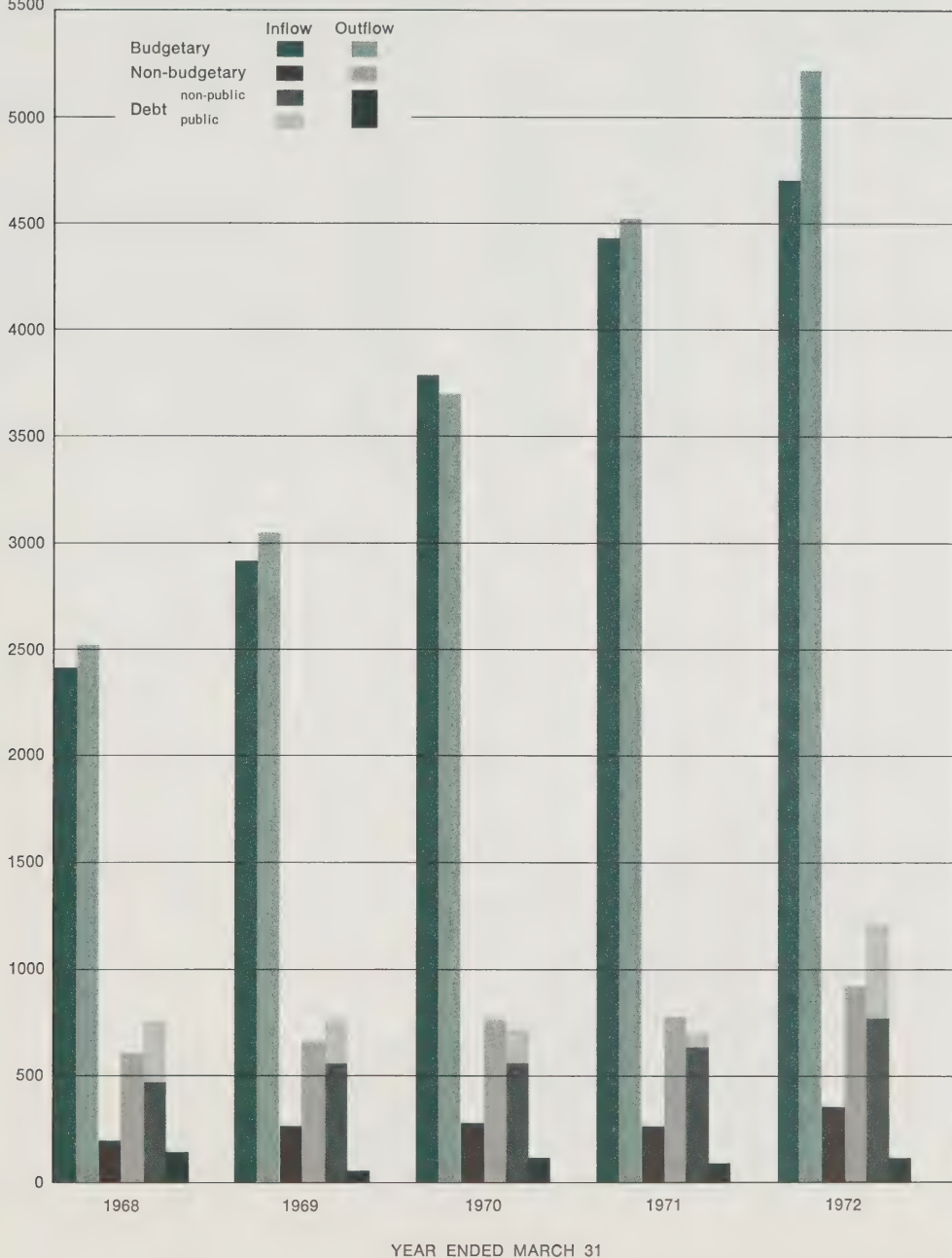
# **CONSOLIDATED REVENUE FUND (note 10)**

**Year ended March 31**

	1972		1971	
	(\$ Thousands)			
<b>opening balance</b>				
Cash and temporary investments .....	635,190		645,310	
Ontario debentures held as investments .....	12,277	647,467	9,582	654,892
<b>budgetary transactions</b>				
General revenue (page 8) .....	4,703,813		4,419,974	
General expenditure (page 12) .....	(5,223,004)		(4,514,395)	
Increase in net debt .....		(519,191)		(94,421)
<b>non-budgetary transactions</b>				
Receipts and credits (page 14) .....	341,375		250,791	
Disbursements and charges (page 15) .....	(889,851)	(548,476)	(796,599)	(545,808)
		(1,067,667)		(640,229)
<b>debt transactions (page 16)</b>				
Proceeds of loans				
Non-public .....	750,982		613,638	
Public:				
For general purposes .....	100,000		—	
On behalf of the Hydro-Electric Power				
Commission of Ontario .....	100,000		84,100	
Treasury Bills (net of repayments) .....	190,000		—	
Bank loan .....	36,000		20,000	
	1,176,982		717,738	
Repayments of loans .....	(94,715)	1,082,267	(84,934)	632,804
<b>closing balance</b>				
Cash and temporary investments .....	643,986		635,190	
Ontario debentures held as investments .....	18,081	662,067	12,277	647,467

MILLIONS OF  
DOLLARS

# CONSOLIDATED REVENUE FUND ACTIVITY



## GENERAL REVENUE

Year ended March 31

### taxation

	1972		1971	
	(\$ Thousands)	%	(\$ Thousands)	%
Personal income tax collection agreement .....	1,022,111	21.7	991,845	22.4
Retail sales tax .....	758,700	16.1	674,184	15.3
Corporations tax .....	432,854	9.2	414,063	9.4
Gasoline tax .....	395,911	8.4	375,778	8.5
Tobacco tax .....	79,539		75,301	
Succession duty .....	73,236		81,316	
Motor vehicle fuel tax .....	39,976		33,334	
Share of federal estate tax .....	25,677		28,383	
Race tracks tax .....	19,937		20,342	
Land transfer tax .....	16,089		11,308	
Mines profits, acreage gas .....	13,966		25,442	
Income tax — public utilities .....	10,487		10,575	
Security transfer tax .....	6,719		5,264	
Logging tax .....	637		1,696	
Other taxation .....	5,308		4,960	
	<u>2,901,147</u>	<u>61.7</u>	<u>2,753,791</u>	<u>62.3</u>

### reimbursements of expenditures (note 12)

	775,095	16.5	668,398	15.1
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### ontario health services insurance plan premiums

	298,851	6.3	320,332	7.3
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### liquor control board of ontario

	219,744	4.7	193,209	4.4
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### fees, licenses and permits

Motor vehicles, hunting and fishing, parks, insurance, marriage, theatres, racing, mines, etc. ....	210,985	4.5	198,950	4.5
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### other revenue

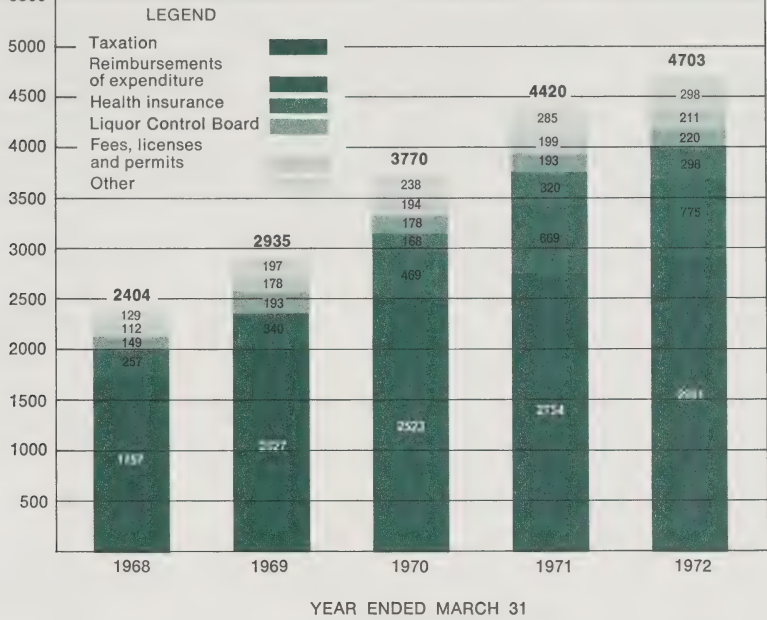
	297,991	6.3	285,294	6.4
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	<u>4,703,813</u>	<u>100.0</u>	<u>4,419,974</u>	<u>100.0</u>
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MILLIONS OF DOLLARS 5500

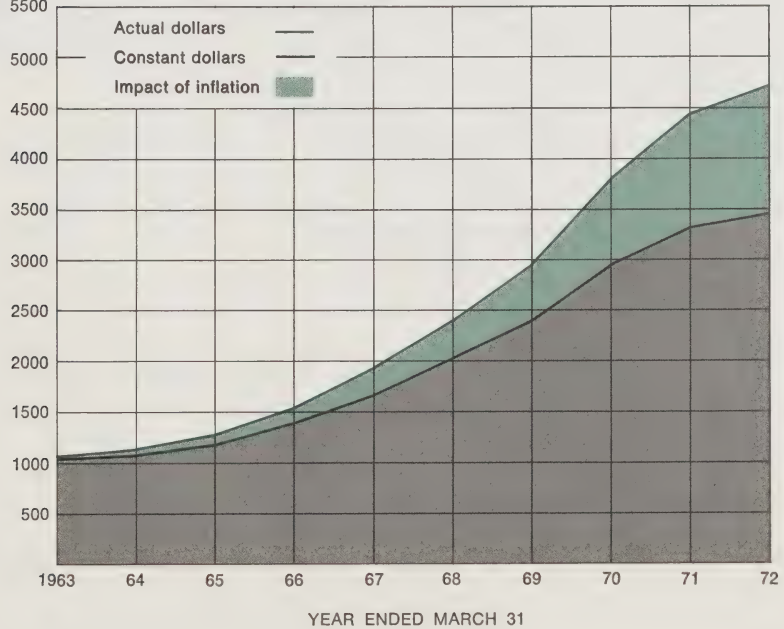
## SOURCES OF GENERAL REVENUE



MILLIONS OF DOLLARS 5500

## GENERAL REVENUE

— Actual Dollars Versus 1962 Constant Dollars



# GENERAL EXPENDITURE

Year ended March 31

Page		1972		1971	
Ref. *		(\$ Thousands)	%	(\$ Thousands)	%
25	<b>education</b>				
	Legislative grants to local school authorities .....	1,023,034		825,279	
	Grants to technical and technological institutes .....	—		89,606	
	Contribution to the Teachers' Superannuation Fund .....	74,955		63,850	
	Assistance to school boards to construct and equip additional vocational units, etc. ....	47,000		52,000	
	Other .....	79,751		125,699	
		1,224,740	23.5	1,156,434	25.6
27	<b>health</b>				
	Ontario Health Services Insurance Plan claims cost .....	556,035		437,659	
	Mental hospitals and hospital schools, etc. ....	197,330		162,619	
	Contribution to Ontario Hospital Care Insurance Plan .....	102,336		87,096	
	Public Health Program .....	76,360		—	
	Other, including various hospital grants .....	58,667		198,925	
		990,728	19.0	886,299	19.6
24	<b>colleges and universities</b>				
	Grants to universities and colleges .....	372,423		378,782	
	Grants to technical and technological institutes .....	122,472		—	
	Student awards .....	35,934		43,643	
	Other .....	52,102		6,978	
		582,931	11.2	429,403	9.5
38	<b>highways</b>				
	Construction of roads and other capital projects .....	261,807		248,905	
	Municipal subsidies — construction .....	119,623		100,753	
	— maintenance .....	82,045		62,611	
	Highway maintenance, etc. ....	111,934		91,761	
	GO Transit construction and maintenance .....	3,822		4,864	
		579,231	11.1	508,894	11.3
40	<b>treasury and economics</b>				
	Interest on public debt .....	380,567		310,554	
	Contribution to employee insurance plan and to pension plans for government employees and members of the Legislature .....	20,002		58,048	
	Other .....	7,963		9,463	
		408,532	7.8	378,065	8.4

\* A summary of the services provided by the department is presented on the page noted in this column.

Page  
Ref.\*  
36

### social and family services

	1972		1971	
	(\$ Thousands)	%	(\$ Thousands)	%
Income maintenance .....	321,457		256,821	
Child care .....	53,099		44,770	
Rehabilitation and development .....	9,203		6,491	
	<u>383,759</u>	7.4	<u>308,082</u>	6.8

33

### municipal affairs

Residential property tax reduction .....	171,533		155,860	
Other grants, subsidies and payments to municipalities ...	56,784		45,219	
Regional municipal grants .....	29,618		—	
Unconditional grants to municipalities .....	27,265		27,387	
Other .....	40,610		33,624	
	<u>325,810</u>	6.2	<u>262,090</u>	5.8

28

### justice

Ontario Provincial Police .....	62,865		55,360	
Contribution to Legal Aid Fund .....	10,865		10,222	
Other .....	62,381		53,979	
	<u>136,111</u>	2.6	<u>119,561</u>	2.7

35

### public works

Provision of accommodation .....	127,734		98,182	
Other .....	7,240		6,040	
	<u>134,974</u>	2.6	<u>104,222</u>	2.3

23

### agriculture and food

	95,376	1.8	68,907	1.5
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30

### lands and forests

	92,523	1.8	71,999	1.6
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25

### correctional services

	62,064	1.2	49,821	1.1
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26

### the environment

Ontario Water Resources Commission .....	13,843		12,146	
Other .....	26,543		20,653	
	<u>40,386</u>		<u>32,799</u>	

36

### revenue

	<u>31,825</u>		<u>13,137</u>	
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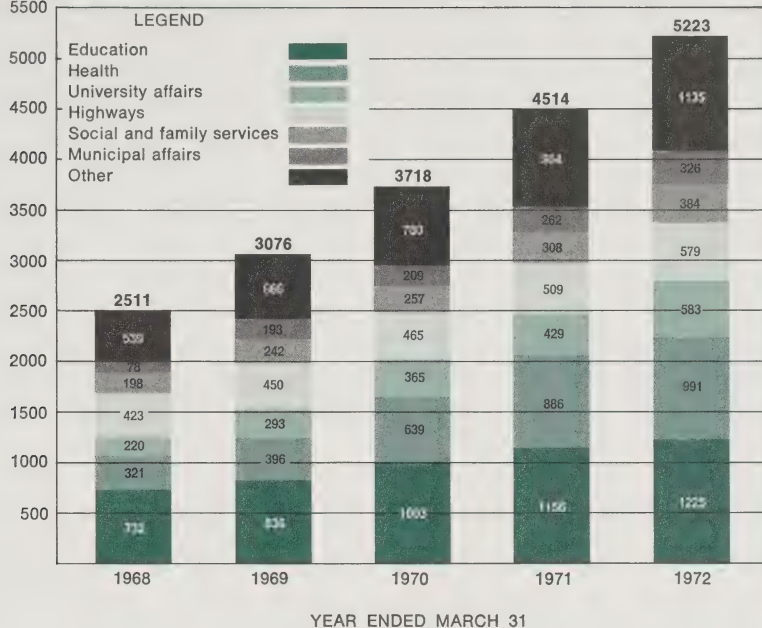
\* A summary of the services provided by the department is presented on the page noted in this column.

Page Ref.*		1972		1971	
		(\$ Thousands)	%	(\$ Thousands)	%
37	<b>trade and development</b> .....	27,886		42,089	
30	<b>labour</b> .....	25,447		21,863	
38	<b>transport</b> .....	19,407		15,899	
34	<b>provincial secretary and citizenship</b> .....	16,895		9,512	
37	<b>tourism and information</b> .....	15,243		13,576	
32	<b>mines and northern affairs</b> .....	11,929		10,080	
27	<b>financial and commercial affairs</b> .....	8,825		5,216	
31	<b>management board secretariat</b> .....	3,080		2,018	
23	<b>civil service</b> .....	2,929		2,886	
34	<b>prime minister</b> .....	1,203		518	
34	<b>provincial auditor</b> .....	1,131		989	
31	<b>lieutenant governor</b> .....	39		36	
	<b>total general expenditure</b> .....	5,223,004	100.0	4,514,395	100.0

\* A summary of the services provided by the department is presented on the page noted in this column.

MILLIONS OF DOLLARS 5500

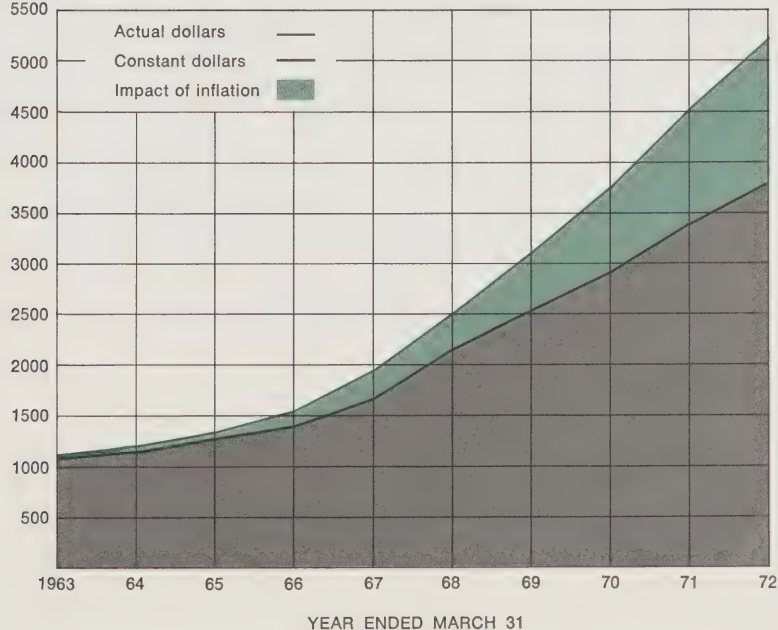
## GENERAL EXPENDITURE



MILLIONS OF DOLLARS 5500

## GENERAL EXPENDITURE

— Actual Dollars Versus 1962 Constant Dollars



## NON-BUDGETARY TRANSACTIONS

Year ended March 31

### receipts and credits

#### Repayment of loans and advances

	1972	1971
	(\$ Thousands)	
Ontario Housing Corporation .....	53,775	3,967
The Hydro-Electric Power Commission of Ontario .....	53,395	11,154
The Ontario Education Capital Aid Corporation .....	31,340	28,687
The Ontario Universities Capital Aid Corporation .....	12,959	10,053
The Ontario Junior Farmer Establishment Loan Corporation .....	5,330	13,200
Ontario Northland Transportation Commission .....	—	12,000
Other .....	26,451	24,216
	183,250	103,277

Deposits to pension funds and deposit, trust and reserve accounts ..	128,771	135,016
Province of Ontario Savings Office (net) .....	29,354	12,498

<b>total receipts and credits</b> .....	<b>341,375</b>	<b>250,791</b>
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**NON-BUDGETARY TRANSACTIONS**  
**Year ended March 31**

	1972	1971
	(\$ Thousands)	
<b>disbursements and charges</b>		
Loans and advances		
The Ontario Education Capital Aid Corporation .....	198,276	201,512
The Ontario Universities Capital Aid Corporation .....	178,814	174,760
The Hydro-Electric Power Commission of Ontario:		
General advances .....	100,000	84,100
Advances for nuclear powered generating station .....	9,539	23,901
Housing Corporation Limited .....	93,100	49,490
Ontario Water Resources Commission .....	45,230	38,034
Ontario Housing Corporation .....	39,361	42,808
Capital financial assistance to hospitals .....	38,000	29,639
Ontario Development Corporation .....	15,457	14,381
The Ontario Municipal Improvement Corporation .....	7,536	6,278
The Ontario Junior Farmer Establishment Loan Corporation .....	—	11,500
Ontario Student Housing Corporation .....	2,432	1,999
Other .....	6,958	7,260
	<u>734,703</u>	<u>685,662</u>
 Payments from pension funds and deposit, trust and reserve accounts	 <u>155,148</u>	 <u>110,937</u>
 <b>total disbursements and charges</b> .....	 <u><u>889,851</u></u>	 <u><u>796,599</u></u>

## DEBT TRANSACTIONS

Year ended March 31

	1972		1971
		(\$ Thousands)	
<b>proceeds of loans</b>			
Non-public			
Debentures issued to —			
Canada Pension Plan Investment Fund .....	498,328		476,038
Ontario Municipal Employees Retirement Fund ..	75,000		57,600
Teachers' Superannuation Fund .....	172,000		80,000
Government of Canada re —			
Federal — Provincial Special Development Loans	5,654		—
	<u>750,982</u>		<u>613,638</u>
Public			
Debentures issued to the public —			
For general purposes .....	100,000		—
On behalf of The Hydro-Electric Power			
Commission of Ontario .....	100,000		84,100
Treasury Bills (net of repayments) ..	190,000		—
Bank loan .....	<u>36,000</u>		<u>20,000</u>
	<u>426,000</u>	1,176,982	<u>104,100</u> 717,738
<b>repayments of loans</b>			
Non-public			
Debentures issued to —			
Municipal Development and Loan Board .....	<u>(3985)</u>		<u>(3,922)</u>
Public			
Debentures issued to the public —			
On behalf of The Hydro-Electric Power			
Commission of Ontario .....	(50,532)		(10,035)
For general purposes .....	<u>(4,198)</u>		<u>(50,977)</u>
	(54,730)		(61,012)
Bank loan .....	<u>(36,000)</u>		<u>(20,000)</u>
	<u>(90,730)</u>	(94,715)	<u>(81,012)</u> (84,934)
<b>total debt transactions</b>	<u>1,082,267</u>		<u>632,804</u>

**NOTES TO THE FINANCIAL STATEMENTS**  
**(All figures in thousands of dollars)**

**note 1. basis of reporting**

The financial statements reflect the “cash flow” principle of accounting used by the Province of Ontario in which transactions are recorded as cash flows in and out of the Consolidated Revenue Fund. As the name implies, it is through this fund that Provincial money must pass in accordance with the annual budget approved by the Legislature whose duty it is to report to the public on the source and disposition of the revenues which it receives.

With respect to the financial operations of provincial crown corporations, agencies, boards and commissions, the financial statements presented in this Report reflect (i) the year-end position of the advances to or the investments in these entities which are made from the Consolidated Revenue Fund and (ii) the extent to which their operations have been financed from or have contributed to the Fund for the year.

Separate financial statements are available for each of these provincially controlled operations. The following is a list of the major entities involved: Housing Corporation Limited; The Hydro-Electric Power Commission of Ontario; Liquor Control Board of Ontario; Ontario Development Corporation; The Ontario Education Capital Aid Corporation; Ontario Hospital Services Commission; Ontario Housing Corporation; The Ontario Junior Farmer Establishment Loan Corporation; The Ontario Municipal Improvement Corporation; Ontario Northland Transportation Commission; Ontario Student Housing Corporation; The Ontario Universities Capital Aid Corporation; Ontario Water Resources Commission; Workmen's Compensation Board.

**note 2. advances to commissions**

The Hydro-Electric Power Commission of Ontario:		
Secured by bonds of the Commission .....	\$1,005,317	
Unsecured .....	84,147	\$1,089,464
Ontario Water Resources Commission .....		238,599
Ontario Northland Transportation Commission .....		30,208
		<u>\$1,358,271</u>

**note 3. advances and investments — crown corporations**

The Ontario Education Capital Aid Corporation .....	\$1,011,392
The Ontario Universities Capital Aid Corporation .....	989,563
Ontario Housing Corporation .....	154,764
Housing Corporation Limited .....	142,590
The Ontario Junior Farmer Establishment Loan Corporation .....	85,269
Ontario Development Corporation and Northern Ontario Development Corporation .....	46,072
The Ontario Municipal Improvement Corporation .....	22,939
Ontario Student Housing Corporation .....	4,435
	<u>\$2,457,024</u>

**note 4. other loans and investments**

Loans to hospitals .....	\$ 149,114
Investment in the Liquor Control Board of Ontario .....	25,075
Miscellaneous .....	16,729
	<u>\$ 190,918</u>

**note 5. fixed assets**

Part of government's role is to provide facilities which have lasting value, such as roads, buildings, and other public works. Such expenditures on fixed assets do not produce income in the same way as is expected of expenditures on fixed assets of a business. Nor can it be said that expenditures on a new road, for example, will benefit future tax payers in a way which is significantly different from expenditures on education or the prevention of forest fires. Accordingly, provincial expenditures on fixed assets are treated as non-recoverable expenditures of each fiscal year and are carried at the nominal value of \$1.00.

**note 6. inactive assets**

Government of Canada .....	\$ 4,301
Settlers' loans .....	45
	<u>\$ 4,346</u>

**note 7. pension funds**

Public Service Superannuation Fund .....	\$ 506,489
Legislative Assembly Retirement Allowances Account .....	1,568
	<u>\$ 508,057</u>

**note 8. stock and debentures**

maturing within 1 year .....	\$ 96,711
maturing within 2-5 years .....	415,471
maturing within 6-10 years .....	473,736
maturing after 10 years .....	5,093,913
	<u>\$6,079,831</u>

**note 9. contingent liabilities**

Obligations of —	
The Hydro-Electric Power Commission of Ontario .....	\$2,700,075
Provincial crown corporations .....	28,075
Ontario Northland Transportation Commission .....	24,150
Miscellaneous .....	30,595
	<u>\$2,782,895</u>
Less held as investments of the Province .....	12,740
	<u>\$2,770,155</u>

**note 10. statement of consolidated revenue fund**

The transactions of the fund are presented in summary form, analysed according to the following three distinct areas of government activity:

- “budgetary transactions,” which relate to operational activities;
- “non-budgetary transactions”, which relate to the lending, investment and trust administration function; and
- “debt transactions”, which relate to long-term borrowing and repayment.

**note 11. total provincial equity in non-consolidated crown corporations**

	Advances and investments— crown corporations	Unrecorded equity or (deficit)	Total Provincial equity
The Ontario Education Capital Aid Corporation .....	\$1,011,392	\$ —	\$1,011,392
The Ontario Universities Capital Aid Corporation .....	989,563	—	989,563
Ontario Housing Corporation .....	154,764	3,003	157,767
Housing Corporation Limited .....	142,590	195	142,785
The Ontario Junior Farmer Establishment Loan Corporation ....	85,269	—	85,269
Ontario Development Corporation and Northern Ontario De- velopment Corporation .....	46,072	10,390	56,462
The Ontario Municipal Improvement Corporation .....	22,939	8,430	31,369
Ontario Student Housing Corporation .....	4,435	—	4,435
	<u>\$2,457,024</u>	<u>\$ 22,018</u>	<u>\$2,479,042</u>

**note 12. revenues and expenditures**

The following change has been made to present more clearly the total impact of the Province's revenues and expenditures. Income from reimbursements of expenditures, formerly deducted from general expenditure to arrive at “net general expenditure”, now remains part of general revenues. This has the effect of increasing both the revenues and the expenditures, but has no effect upon the deficit. Where applicable, comparative figures for prior years have been restated to conform with this new basis.

## 10 YEAR REVIEW

(All figures in thousands of dollars)

### results of operations

#### budgetary transactions

	1972	1971	1970	1969
General revenue .....	4,703,813	4,419,974	3,770,025	2,935,695
General expenditure (see note below*) .....	5,223,004	4,514,395	3,718,493	3,076,679
Surplus or (deficit) .....	(519,191)	(94,421)	51,532	(140,984)

### financial position

#### liabilities

Stock and debentures .....	6,079,831	5,193,218	4,560,414	3,961,326
Other liabilities .....	906,069	707,437	670,861	536,213

#### assets

Cash and temporary investments .....	643,986	635,190	645,310	394,241
Crown corporations, commissions, etc. ....	3,815,295	3,292,729	2,733,647	2,086,647
Other assets .....	373,080	338,388	312,391	425,192

net debt .....	2,153,539	1,634,348	1,539,927	1,591,459
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net debt per capita (in dollars) .....	\$276.09	\$210.57	\$202.31	\$214.34
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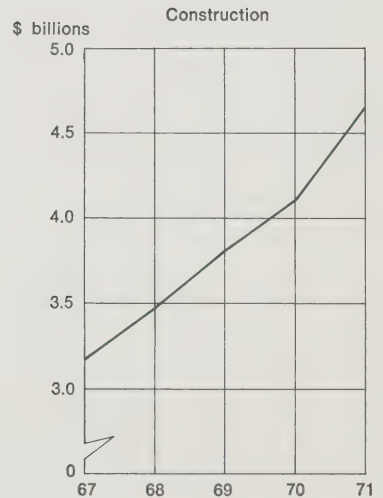
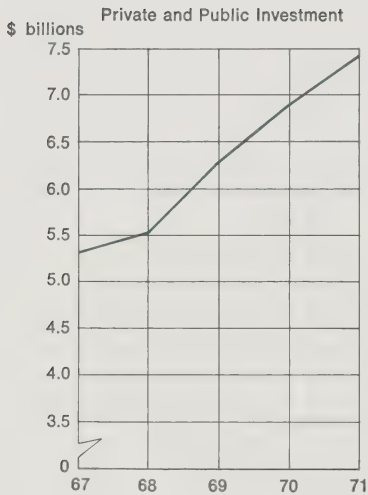
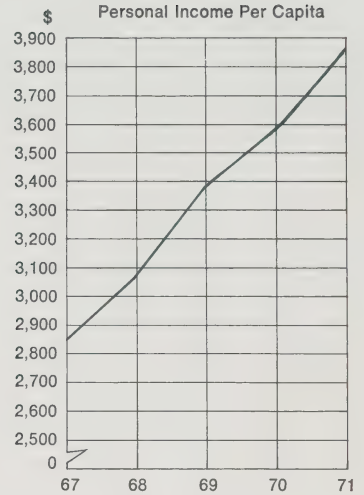
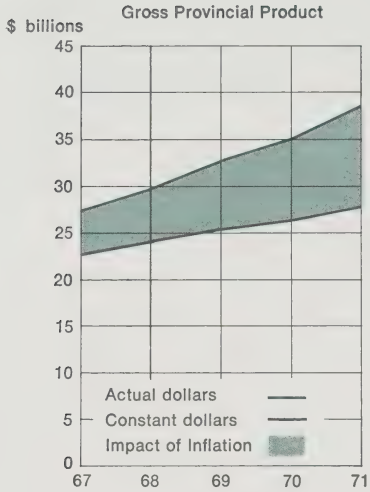
net debt as a percentage of provincial domestic products .....	7.8%	5.9%	5.5%	6.3%
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\*Note: The annual sinking fund provision for the years prior to 1970, when the fund was in operation, has been excluded to highlight the relationship between the results of budgetary transactions and the changes in net debt of the Province. Prior to 1968 this relationship was affected by certain non-cash adjustments.



1968	1967	1966	1965	1964	1963
2,404,169	1,933,428	1,517,604	1,293,028	1,132,320	1,042,617
2,510,917	1,913,288	1,529,556	1,319,581	1,190,186	1,113,634
(106,748)	20,140	(11,952)	(26,553)	(57,866)	(71,017)
3,237,217	2,622,993	2,225,646	1,998,107	1,884,320	1,813,810
432,890	403,108	365,929	323,085	280,664	279,182
299,263	262,381	202,447	166,013	122,951	109,608
1,535,156	1,070,492	728,508	553,726	482,202	475,275
385,213	349,501	305,362	261,332	240,165	249,141
1,450,475	1,343,727	1,380,505	1,365,329	1,344,744	1,284,104
\$203.79	\$191.22	\$199.09	\$202.00	\$203.53	\$198.65
6.2%	6.2%	7.1%	7.7%	8.2%	8.6%

## ONTARIO ECONOMIC INDICATORS



## **SUMMARY OF DEPARTMENTAL SERVICES**

(Comprehensive descriptions of the programs, activities and services of each department are made by the annual report to the Legislature. Copies may be obtained from individual departments on request. The Ministers named are those who held office at the end of the 1971-72 fiscal year.)

### **agriculture and food**

**Hon. William A. Stewart**

#### **Consultative services**

Professional advice and technical assistance on all facets of the agriculture and food industry to producers, service industries and consumers • services to farmers on farm management and efficient production of high quality livestock and crops • inspection, regulation and technical assistance to milk producers • legislation enabling commodity marketing boards to market the full range of farm commodities • farm product inspection services ensuring quality and freshness for consumers • domestic and foreign market development for Ontario farm products; consumer education programs for maximum utilization of Ontario grown products • comprehensive insurance coverage on a wide range of crops • ARDA programs for maximum utilization of human, land and water resources • recruitment of people for the farm labour work force • training of homemakers and 4-H Club members in domestic sciences, household budgeting and community improvement • assistance to agricultural fairs, exhibitions, plowing matches and livestock shows • licensing of community livestock sales • regional veterinary laboratories • meat inspection services • animal health services • animal disease and dead animal disposal regulation • agricultural economic research and statistical services.

#### **Provincial facilities**

Colleges of agricultural technology at Ridgetown, Centralia, Kemptville and New Liskeard • research stations at Vineland, Simcoe and Bradford • pesticides laboratory at Guelph • Ontario Agricultural Research Institute.

#### **Grants and loans**

Livestock, soil and crop grants and subsidies • grants to agricultural and horticultural societies and associations • farm improvement and farm consolidation grants and loans • loans to agricultural co-operatives.

### **civil service**

**Hon. John Yaremko, Q.C.**

Administration of The Ontario Public Service Act and the recommendation of regulations thereunder • evaluating and classifying positions in the Civil Service and determining entry qualifications • recommending to the Government, salary ranges for those classifications which are not determined by the collective bargaining process • recruitment of qualified people and their assignment to positions • providing, assisting in or co-ordinating staff development programs throughout the Civil Service, including French language training courses for Public Servants and others.

## **colleges and universities**

**Hon. George A. Kerr, Q.C.**

### **Grants**

Grants to provincially assisted universities and colleges for operating purposes and debenture repayments • grants to church related institutions for operating purposes • grants in lieu of municipal taxation • loans to provincially assisted universities through the Ontario Universities Capital Aid Corporation (which purchases debentures from the Universities) to finance construction of physical facilities • grants to university students through the Ontario Student Awards Program, Ontario Graduate Fellowships and other programs • grants in aid of research at the provincially assisted universities • grants to cultural institutions for operating purposes • grants for Training in Business and Industry • grants for Management Development Program • grants for manpower retraining.

### **Special studies**

Enrolment forecasting • research on space utilization and space management for the universities • publication of HORIZONS and FUTURES, guides to educational opportunities in Ontario beyond the secondary school level • studies involving assessment of the operating grant formula • studies concerning capital formula allocations • research into trends and developments in higher education • studies of new approaches to student aid • studies involving manpower retraining.

### **Provincially assisted universities and colleges**

Brock University • Carleton University • University of Guelph • Lakehead University • Laurentian University • McMaster University • Ontario College of Art • University of Ottawa • Queen's University • University of Toronto • Trent University • University of Waterloo • University of Western Ontario • University of Windsor • York University • Ontario Institute for Studies in Education • Ryerson Polytechnical Institute.

### **Colleges of Applied Arts and Technology**

Algonquin College • Cambrian College • Centennial College • Connestoga College • Confederation College • Durham College • Fanshawe College • George Brown College • Georgian College • Humber College • Lambton College • Loyalist College • Mohawk College • Niagara College • St. Lawrence College • Seneca College • Sheridan College • Sir Sandford Fleming College.

### **Other institutions**

Art Gallery of Ontario • Royal Botanical Gardens • Royal Ontario Museum • The Law Society of Upper Canada (Bar Admission Course).

## **correctional services**

**Hon. C. J. S. Apps**

### **Correctional program**

- Adults:

Custody, for prescribed periods, of persons sentenced by the courts to serve less than two years • provision of training and treatment services to persons in custody that will afford them better opportunities for successful personal and social adjustment • modification of the attitudes of persons in custody to assist them towards more law abiding behaviour in the community.

### **Services to persons in custody**

- Women:

"Therapeutic community" treatment • clinical services • educational services • vocational training services • library services • religious services • recreational programs • aftercare services.

- Men:

Educational services • vocational training services • training in good work habits • library services • religious services • recreational programs • clinical services • behavioral modifications • aftercare services.

### **Provincial adult institutions**

1 centre for women • for men: 8 correctional centres, 5 adult training centres, 2 clinics and 6 forestry camps • 41 jails for men and women • 1 regional detention centre.

### **Program for juveniles**

Comprehensive program to meet the needs of each child • educational programs • clinical and medical services • recreational programs • library services • religious activities • aftercare services.

### **Training schools**

15 training schools for juveniles (including 2 Roman Catholic schools.)

## **education**

**Hon. Thomas L. Wells**

### **Elementary and secondary education**

Development of the aims and objectives of public education in Ontario • resource and consultative services to teachers and school boards regarding curriculum and school organization • assessment, development and publishing of approved curriculum guidelines • textbook evaluation • experimentation with new teaching methods and materials • workshops and summer courses for teachers on teaching and learning techniques • measurement of student progress • investigation of problems of culturally disadvantaged children • teacher education • consultative service to OECA • certification of teachers • consultation on special education classes for emotionally disturbed, neurologically impaired or retarded children • provincially-operated residential schools for hearing-handicapped or blind children • correspondence courses.

### **Youth and recreation**

Certification of recreation directors • leadership training courses and camps • youth programs • recreation programs.

### **Grants**

Operating and construction grants for elementary public and separate schools and secondary schools • grants to library boards • grants to municipal recreational authorities.

## **the environment**

**Hon. James A. C. Auld**

### **Conservation**

Natural resource management through the Conservation Authority Program: field surveys • consultative services and grants to conservation authorities for flood control • natural resource management • outdoor recreation • land-use planning.

### **Air pollution control**

Establishment and enforcement of design standards for existing and new sources of air pollution • monitoring of ambient air quality and meteorological conditions • operation of an Air Pollution Index for the prevention of crisis conditions.

### **Waste management**

Control of the transportation, storage and disposal of household, commercial and industrial solid wastes and hauled liquid wastes • certification of all waste disposal sites and waste management systems in accordance with legislated requirements • consultation on correct siting and operation of waste disposal sites.

### **Private waste**

Prevention and abatement of pollution and possible health hazards from private sewage disposal systems • appraisal of newly proposed lots in unsewered areas • regulatory, research and public assistance service on private sewage disposal systems.

### **Pesticides control**

Control of the use of pesticides in Ontario including the examination and licensing of persons engaged in the commercial use of pesticides.

### **Ministerial agencies**

The Hydro Electric Power Commission of Ontario:

Generation, transmission and distribution of electric power throughout the province.

The Ontario Water Resources Commission:

Provincial water management, maintenance and control of water resources • assistance to municipalities for water supply and sewage treatment • regulation of industries involved in water pollution requiring minimum effluent standards to be met and advising on the installation of remedial equipment.



## **financial and commercial affairs**

**Hon. Eric A. Winkler**

### **Departmental administration program**

Consists of a number of activities providing administrative and support services for the operating programs • (i.e. personnel, financial and administrative services,) and research, public information services, and lotteries administration.

### **Ontario Securities Commission program**

Includes: the review and acceptance of prospectuses filed with the Commission; • the investigation of securities transactions • the processing and review of applications received for registration and the publishing of Insider Trading Reports, required by The Ontario Securities Act and Regulations.

### **Superintendent of Insurance and Registrar of Loan and Trust Corporations program**

Includes: the continuous examination and evaluation of current practices in the insurance industry relating to sufficiency of assets and validity of certification and declarations; • examination of the financial standing of Insurance and Loan and Trust Companies • licensing of insurance agencies.

### **Consumer Protection program**

Licensing and regulation of Itinerant Sellers, Used Car Dealers and Salesmen, Real Estate Brokers and Salesmen, Collection Agencies, Mortgage Brokers, and Upholstered and Stuffed Articles Manufacturers and Renovators, • examination of the financial standing of Credit Unions • investigation of the operations of Cemetery Trust funds, • operation of the Consumer Protection Bureau.

### **Business Incorporations program**

Issuance of certificates, letters patent and supplementary letters patent effecting incorporation and amendments thereto • provision of administration, legal, applications control, name searches, engrossing and records maintenance services.

### **Regulation of Horse Racing program**

(Administered by the Ontario Racing Commission under The Racing Commission Act.) the Commission governs, directs, controls and regulates horse racing in Ontario and also registers colours, contracts, and partnerships and employs stewards, veterinarians, judges and clerks at the tracks • payment of grants to encourage the horse racing industry in Ontario.

## **health**

**Hon. R. T. Potter, M.D.**

### **Local health**

Consulting services to local health agencies on: public education and information concerning good health practices • detection and control of communicable diseases and other conditions which are hazardous to health • preventive dental services • standards and training of public health nurses.

Direct public health services to residents in unorganized territories in the province.

### **Environmental health**

Occupational health services to protect and preserve the health of workers • health studies services to determine the effect of pollutants on human health • food protection services to prevent the transmission of disease through food • engineering services for safe water supply • laboratory services to analyze hazardous environmental conditions.

### **Special health**

Assessment of communicable disease incidence • drug testing and evaluation services • medical rehabilitation and care of the chronically ill • maternal and child health services • school health services • poison control centres • tuberculosis prevention and treatment services • consulting services on nutrition.

### **Mental health**

Prevention, diagnosis, treatment or training and rehabilitation services for the mentally ill or the emotionally disturbed • provincial psychiatric hospitals • provincial facilities for the emotionally disturbed • assistance to psychiatric facilities operated by local boards • consultative services on hospital management to improve patient care standards • training programs for staff working with the mentally ill and the mentally retarded.

### **Public health laboratories**

Laboratory support to health agencies in the maintenance of community health, and to practising physicians as a diagnostic aid.

### **Health services**

Health services insurance (OHSIP) • Health Insurance Registration Board (HIRB) handles premium collection, enrolment, registration, eligibility and enquiries from the public about provincial hospital and medical insurance.

### **Ministerial agencies**

Ontario Hospital Services Commission: develops a balanced integrated system of hospitals and related health facilities • Alcoholism and Drug Addiction Research Foundation: research in alcoholism and addiction to substances other than alcohol; programs for treatment and rehabilitation • Ontario Mental Health Foundation: research, diagnosis and treatment in mental health • Ontario Cancer Treatment and Research Foundation: diagnosis, treatment and research in cancer • Ontario Cancer Institute: operates a hospital for cancer diagnosis, treatment and research.

## **justice**

**Hon. Dalton A. Bales, Q.C.**

### **The Law Officer of the Crown**

The Minister of Justice and Attorney General exercises the duties and responsibilities of the Law Officer of the Crown as prescribed by law and usage and supervises the administration of justice in the Province. The functions of this office include the following:

- **Crown legal services**

Advising the Government upon all matters of law connected with legislative enactments and upon all matters of law referred to the Minister by the Government • advising the heads of the departments and agencies of Government upon all matters of law connected with such departments and agencies • conducting and regulating all litigation for and against the Crown or any department or agency of Government including the responsibility for the direction of prosecutions under the Criminal Code and Provincial legislation.

- **Legislative services and research**

Drafting, reviewing, publishing and consolidating Ontario legislation • advising the Legislature, Government departments and agencies and the public on matters of legislation • conducting research in the law and in the administration of justice including formulation of recommendations for remedial legislation.

- **Administration of justice**

Providing and supervising legal and administrative services to all courts, judicial offices and land registration offices • development of court rules and procedures • providing probation services • safeguarding the interest of minors and other persons with legal disabilities through the offices of the Official Guardian and Public Trustee • assisting in the protection of civil rights of Ontario citizens by the financing of the legal aid program, providing compensation to victims of crime and ensuring impartial investigation services and compensation in matters of expropriation.

- **Law enforcement and public safety**

Developing efficient operations of police forces in Ontario through advisory services, crime intelligence, police training and uniform disciplinary procedures • assisting, supervising and advising law enforcement officers in matters of investigation and prosecutions • providing scientific investigation and research services for law enforcement agencies and the courts • providing and supervising investigations, advisory, training and research services in the fields of emergency measures and fire protection and safety • administration and supervision of the coroners' system.

#### Ontario Provincial Police

Policing and patrolling all King's Highways including accident investigation and conducting traffic safety education programs • provision of general policing in those parts of Ontario where there is no municipal police force • assisting municipal police forces with enforcement duties, specialist services in all aspects of criminal investigations, underwater search and recovery, bomb disposal etc., provision of marine enforcement of Ontario's lakes and rivers • licensing private investigators and security guards and maintenance of a central registry of licensed fire arms and shooting clubs • maintenance of telecommunication network between Ontario Provincial Police locations and other police agencies.

## **labour**

**Hon. Fern Guindon**

### **Industrial relations**

Services to promote harmonious labour-management relations • enforcement and provision of rulings on bargaining rights and unfair practices • mediation and arbitration services on contractual disputes.

### **Safety**

Public and occupational safety services • inspection of elevating devices, pressure vessels, construction sites and commercial and industrial premises • licensing the operation of elevating devices and pressure vessels • approval of drawings of new or modified plants, shops and office buildings • handling and use of hydrocarbons • uniform building standards.

### **Human rights**

The Ontario Human Rights Commission provides protection to persons against discrimination in employment, housing and public accommodation.

### **Employment standards**

Hours of work • vacations with pay • minimum wages • overtime and vacation pay • equal pay for equal work • lay-off notice • industrial standards • fair wages.

### **Industrial training**

Apprenticeship training programs • short-term skill training programs.

### **Women's bureau**

Education, research and counselling programs to promote the full utilization of Ontario's female human resources • equal employment opportunities.

## **lands and forests**

**Hon. Leo Bernier**

### **Resource products**

Timber resources management for optimum sustained yield of forest products including timber, wildlife, recreation and aesthetics • the production and planting of trees • inventorying and planned management of forests • advice, management assistance and financial aid to owners of woodlands • logger safety program • services to the commercial fishing and fur industries.

## **Land management**

The development of comprehensive planning programs for all uses of crown lands and waters • land capability inventory for long range planning and participation and co-ordination with regional development planning.

Environmental protection of provincial forest lands and, by agreement, municipal and other private forest lands, are protected against damage by fire, insects and disease • protection of life and property from forest fires • waste disposal areas.

Retention and disposal of crown lands through the development and implementation of land use plans • conducting and restoration of crown surveys • land acquisition for public use • management of water resources • water regulation.

## **Outdoor recreation**

Provincial parks where needed • development and maintenance of numerous water access points, canoe routes and hiking trails • nature reserves and wilderness areas • management of the fish and wildlife resources to provide recreation on a day-use and extended-use basis • control measures to permit a full harvest of these wildlife and fish • hunter safety training and examinations.

## **Research**

Provision of useful, tested information for forestry, fishery and wildlife resource management planning.

## **lieutenant governor**

**Hon. W. Ross Macdonald, P.C., C.D., Q.C., LL.D.**

Administrative services required by His Honour the Lieutenant Governor of Ontario.

## **management board secretariat**

**Hon. Charles S. MacNaughton**

The Secretariat serves as the staff arm of the Management Board of Cabinet which is in effect the finance and administration committee of the Executive Council. The responsibilities assigned to the Management Board Secretariat reflect the functions of the Board on whose behalf it acts.

## **Programs and Estimates**

Analysis and co-ordination of program proposals in the context of long term and annual planning • analysis of departmental submissions, especially the impact of proposed expenditures and administrative implications of alternative courses of action • co-ordinating the development of appropriate budget and general management systems including development and implementation of a planning-programming-budgeting system • monitoring program performance and departmental administration to ensure attainment of approved objectives.



### **Management Services**

Consulting services to the Management Board, ministries and agencies in areas of organization, management science, automatic data processing standards and policy, actuarial services and other management aids • directing or co-ordinating special studies of administrative practices and organization as directed by the Government.

### **Planning and Development**

Refinement of the techniques for development of plans and strategies for multi-year planning, goal setting and review, evaluation of program effectiveness, and expenditure analysis • assisting with implementation of the Committee On Government Productivity's recommendations which pertain to operations of the Secretariat.

### **Management Policy**

Develops, evaluates, and co-ordinates basic management policies and techniques with primary efforts directed to co-ordinating and assisting with the implementation of the Committee On Government Productivity's recommendations.

## **mines and northern affairs**

**Hon. Leo Bernier**

### **Geological services to mining public**

Provision of access roads to mining resources • administration of the disposal of mining lands including the licensing of prospectors, claim recording administration and judicial services on crown land • analytical and mineralogical laboratory services • research on ore treatment.

### **Provincial geological services**

Geological reconnaissance surveys of selected areas of the Province by planes and helicopters and detailed ground surveys, geophysical, geochemical and geological mapping services • classes for prospectors and courses in mining and prospecting techniques • studies in mineral economy.

### **Mine safety and public protection**

Training services to miners in rescue work and safety practices • inspection of oil and gas wells and mines for health and safety hazards • inspection and safety-testing of mining equipment and cables • research on the occurrence of silicosis.

### **Library services**

Central library facilities available to the public • texts and reference works in the geological sciences • geological field survey reports • details of assessment work of a geophysical, geochemical or geological nature as a permanent record of the development work done on specific mining claims • film library.



## **municipal affairs**

**Hon. W. Darcy McKeough**

### **Planned development of municipalities**

Establishment of planning boards • participation in provincial programs for the establishment of new communities • administration of The Planning Act • assistance to municipalities in urban renewal projects • promotion of planning activity in Ontario municipalities • conducting research into community planning principles and practices.

### **Consultative services**

Advising on municipal financial management including accounting, auditing, reporting, budgeting and finance • evaluating municipal financial capabilities • developing municipal taxation and borrowing policies • advising on municipal organizational structure, administrative procedures, and the conduct of municipal elections • providing technical consulting services to municipalities on systems problems and on the use of data processing equipment.

### **Municipal research**

Studies into local government structure • development and evaluation of regional government proposals • encouragement of municipal consolidation • economic research into the implications of present and proposed government programs.

### **Assessment**

Provincial assessment, at market value, of all real property in Ontario.

### **Municipal subsidies**

Development of a subsidy structure to integrate municipal resources with provincial resources and reduce the burden of municipal taxation • unconditional per capita grants to municipalities • payments to municipalities in lieu of taxes • residential property tax reduction.

### **Ontario Municipal Board**

A quasi-judicial body acting as arbitrator in the establishment of sound municipal development • performs administrative functions related to municipal annexations, amalgamations and zoning • guards the financial stability of municipalities by the approval of their capital borrowing.

### **Assessment Review Court**

A quasi-judicial body that holds sittings throughout Ontario to hear complaints in respect of any assessment or tax matter that may be appealed to the Assessment Review Court under The Assessment Act or any other Act.

## **prime minister**

**Hon. William G. Davis, Q.C.**

Administrative and staff services required by the Prime Minister as head of the Government of Ontario • services required by Cabinet and its committees • processing of Orders of the Executive Council.

## **provincial auditor**

**George H. Spence, F.C.A.**

Audit of receipts and disbursements of public moneys forming part of the Consolidated Revenue Fund • audit of financial statements of the Province of Ontario as set out in the Public Accounts • reporting annually to the Assembly • audit of ministerial and quasi-judicial agencies where authorized in the related governing statutes.

## **provincial secretary and citizenship**

**Hon. John Yaremko, Q.C.**

### **Community Development**

Promotion of citizen participation in community affairs • community conferences • community information and advice centres • assistance to citizen groups through grants, materials and visits by community development officers • educational programs for those interested in municipal government.

### **Citizenship and newcomer integration**

Special programs related to integration of newcomers • point of entry reception services for newcomers • orientation programs • classes in English and Citizenship • training programs and an annual conference for teachers of English as a second language • teacher training materials • information services.

### **Indian Community**

Enrichment program on a provincial level • special services to assist people of Indian ancestry to take full advantage of the available services and to promote Indian directed community participation • Grants for Indian Community Projects to gather and distribute information and co-ordinate provincial services to Indians.

### **Translations**

Free document translation service for newcomers to translate their vocational and educational documents into English • translation service provided to other government departments and to members of the legislature.

### **Information services**

Support services to branches in organizing conferences • production of brochures and films • preparation of report and speech material • expertise in communicating with special groups in society.

### **Protocol and special services**

Government hospitality to special visitors and organizations meeting in Ontario • congratulatory scrolls to citizens • protocol information • memorial wreaths • provision of copies of government documents • commissions of appointment.

### **Registrar General**

Registering and issuing certificates for births, marriages and deaths • compiling of statistics • issuing licences, banns and authorization for marriages.

### **Ontario-Quebec Permanent Commission**

Implementation of Ontario-Quebec agreement on co-operation and exchange in education and cultural matters.

### **Administrative services**

Supporting services for the Department and the Legislative Assembly of Ontario • handling of all records, petitions and legislative bills • legislative library • post office.

### **Research**

Research studies for departmental planning and development with emphasis on community development programs and Indian community services • planning and co-ordinating “in-house” and “out-of-house” research projects.

## **public works**

**Hon. James W. Snow**

### **Provision of accommodation**

Acquisition of land and buildings for government departments and crown agencies • planning, designing, constructing and furnishing accommodation • management and maintenance of government owned buildings – repairs and alterations, provision of utilities, landscaping and related services.

### **Supply and services**

Consolidated government services for printing and duplicating • publishing, mailing, telephone communications, stationery and office supplies • implementation of government policies on purchasing, warehousing and disposal of material and services – value analysis, specifications, evaluation of suppliers and inventory control • planning and co-ordinating the production of government exhibits and displays.

## **revenue**

**Hon. Allan Grossman, C.L.U.**

### **Tax administration**

Administration of Ontario's principal tax statutes • corporations tax • retail sales tax • gasoline and diesel fuel taxes • tobacco tax • logging tax • succession duties • race tracks tax • land transfer tax • security transfer tax.

### **Savings offices**

21 branches of the Province of Ontario Savings Office providing interest-earning savings deposit services to the public.

### **Ontario Housing Corporation**

Home Ownership Made Easy (H.O.M.E.) Plan • family and senior citizen housing on a rent-geared-to-income basis • student housing • land development providing serviced lots for lease with option to purchase after five years • housing for industry, community development housing and development of condominium housing • financing for condominiums or houses built on H.O.M.E. Plan lots.

## **social and family services**

**Hon. Rene Brunelle**

### **Income maintenance**

#### **• Family Benefits**

Long-term financial assistance to persons in need who are elderly, disabled, blind, mothers or unemployed fathers with dependent children • hospital and medical insurance to recipients • dental care for recipient families with children • hospital and medical insurance for eligible Old Age Security recipients.

#### **• General Welfare Assistance**

Municipally administered, provincially subsidized short-term financial assistance to persons and families temporarily unable to support themselves.

#### **• Institutional Services for Adults**

Provincial assistance to homes for the aged, rest homes, elderly persons centres, hostels and correctional half-way houses.

### **Rehabilitation and special services**

Rehabilitation services for handicapped persons to restore and develop their working capacity and place them in satisfying employment • family counselling services to help persons deal with social problems and achieve self-support • assistance to municipalities for homemakers and nursing services • financial assessment of applicants for legal aid • grants to agencies offering credit counselling services.

### **Child care**

Provincial grants, supervision and consultative services to Children's Aid Societies providing child care, protection and counselling • grants to municipalities or organizations providing day nursery services • licensing of day nurseries.

• Institutional Services for Children and Young People:

Capital and operating grants to voluntary organizations providing institutional care for mentally retarded children and adults, unwed mothers, and children with emotional difficulties.

## **tourism and information**

**Hon. John H. White**

### **Tourism industry**

Counselling and technical services to tourist operators and regional tourist councils • ensuring that high standards are maintained in the fields of accommodation and tourist attractions • licensing of accommodation facilities • promotion services to "sell" Ontario • literature and travel counselling services for visitors.

### **Market research**

Determining prime tourist markets • defining the characteristics of visitors and potential visitors • analysis of visitor reactions to determine what they are seeking in an Ontario vacation • measuring the volume and expenditure of visitors by tourist council area.

### **Parks and historical attractions**

St. Lawrence Parks system • Huronia Historical Parks • Ontario Science Centre.

### **Grants**

Grants to regional tourist councils for the promotion and development of the tourism business.

## **trade and development**

**Hon. John H. White**

### **Industrial development**

Provision of vital data to industry planning new locations on: market research information • details of land and building costs • municipal services • energy and labor costs • incorporation and customs laws • material sources • transportation facilities • assistance to existing industry in finding new manufacturing opportunities • joint ventures • new technology • product development clinics, industrial development seminars in major centres.

### **Export development**

Assistance to Ontario companies to: export products or services by sending trade missions abroad and by bringing in foreign buyers • show their goods at selected international fairs • design awards competitions to encourage new concepts to help increase sales of Ontario products at home and abroad.

### **Research**

Economic studies of principal Ontario industries • studies of major trading countries • commodity analysis of potential Ontario exports • analysis of export market opportunities.

### **International trade**

Trade and industry counselling service in 14 key commercial areas of the world • information services to foreign businessmen on investment opportunities in Ontario • location of foreign agents and distributors for Ontario products.

### **Immigration**

Assistance to industry in recruiting skilled workers and professional people through offices in Toronto, London and Glasgow.

### **Ontario Development Corporation**

A comprehensive program of financial services to qualified companies wishing to locate new manufacturing plants or expand existing operations in Ontario • financial assistance program for pollution control • financial assistance to tourist industry • lease-back and rental arrangements • consultative services to small businesses • operation of Centralia Industrial Park, Cobourg Industrial Park.

### **Sheridan Park Corporation**

Development and sale of land for research facilities in the 350-acre Sheridan Park Research Community.

## **transportation and communications**

**Hon. Gordon Carton, Q.C.**

(Formerly highways and transport)

In general terms, the Ministry is responsible for providing an integrated and balanced transportation system within the Province. This includes road, rail and bus, air services and airport facilities, ferry services, pipelines and various electronic communications media.

### **Planning and programming**

Analysis, evaluation and justification of surface transportation projects • definition of project priorities in relation to available funds • development of five-year advance program of highway construction • research into various modes of transportation • environmental and ecological planning • development and maintenance of experimental mass transportation systems • accident experience and causes on freeways and other types of highways.



### **King's highway network**

Construction and maintenance on the 13,000-mile King's highway system • inspection and maintenance of bridges • services including road surfacing and paving • snow removal • sanding and salting • zone painting • signs, lighting, traffic lights and signals • grass seeding, weed control, tree and shrub planting • maintenance of picnic sites.

### **Commuter services**

Operation of GO Transit Commuter rail passenger service and parking facilities between Pickering and Oakville • GO Transit bus services connecting with rail commuter facilities in the Hamilton-Oakville and Pickering-Oshawa areas • GO Transit bus services connecting Toronto, Newmarket and Barrie • Dial-a-bus demonstration project in Bay Ridges and any extension of GO services.

### **Transportation systems**

Subsidies to municipalities for construction and maintenance of municipal roads and streets • connecting links between municipal and provincial highway systems • development roads • road and bridge design and research services • municipal transportation studies • subsidies of up to 50 per cent to compensate municipal expenditures on public transit.

### **Highway and vehicle safety**

Motor vehicle fitness inspection program • improvement of driver attitudes and skills by means of the demerit point system • driver examination and re-examination programs • highway safety campaigns • promotion of driver education in secondary schools • distribution of highway safety promotional materials • conferences and seminars on highway safety.

### **Common carriers**

Regulation and licensing of highway carriers • responsibility for the Public Commercial Vehicles Act • enforcement of the Public Vehicles Act • enforcement of the Motor Vehicle Transport Act (Canada) • in respect to commercial vehicles, the registration, weight, load and size sections of the Highway Traffic Act.

### **Licensing**

Issuance of different classes of driver's licences • identification of drivers, owners and users of vehicles • control over persons violating driving regulations.

### **Motor vehicle accident claims fund**

Provides financial compensation for innocent victims involved in accidents with uninsured motorists or hit-and-run drivers to a limit of \$50,000.

### **Air services and airports**

Operation of norOntair, a STOL demonstration project connecting Sault Ste. Marie, Sudbury, Timmins and Earleton • financial assistance to municipalities, corporations and individuals for establishment, extension and improvement of airport facilities • intra-provincial air transport studies • appeal services.

### **Rail transportation**

Operation and administration of the Ontario Northland Railway and associated bus and truck freight transport systems under the auspices of the Ontario Northland Transportation Commission • other services include operation of a cruise ship, a restaurant and hotel, and a communications network in Northern Ontario.

### **Lakes and seaways**

Collection and analysis of data relating to Great Lakes ports and seaways • various economic and technical studies • appeal services.

### **Communications**

Development of a telecommunications policy to fully represent the interests of Ontario's citizens in any matters associated with radio and television broadcasting • educational television • special purpose video • data transmission systems • telephone and telegraph services and the use of communications satellites.

## **treasury and economics**

**Hon. W. Darcy McKeough**

### **Fiscal policy**

Preparation of the Government's annual budget statement and budget papers • development of fiscal policy framework, taxation and financing policy options and expenditure priorities • monitoring of aggregate budgetary position • development of long-range fiscal reform policies • inter-government financial relations, including analysis and policy development concerning shared-cost programs, tax-agreements, loans and grants to local governments and institutions • analyses of the economic impact of fiscal policies • analysis of capital market conditions in relation to fiscal policy.

### **Finance management**

Management and administration of the public debt of Ontario • cash and investment management of provincial funds • administration of The Ontario Universities Capital Aid Corporation, The Ontario Education Capital Aid Corporation and other crown corporations concerned with capital financing • analysis of trends in public finance and liaison on financial and debt matters with The Hydro-Electric Power Commission of Ontario and with other agencies.

### **Economic development policy**

Development and analysis of broad economic policies and goals concerned with general levels of output, sectoral growth and balance, and the supply, distribution and development of human and natural resources in the province • economic forecasts of provincial incomes and output • preparation of comprehensive regional development plans and policies in conjunction with regional development councils and advisory boards, government departments and universities.

### **Federal-provincial affairs**

Development of recommendations on constitutional matters and intergovernmental relationships • studies and analysis to provide perspective on intergovernmental affairs in Canada.

### **Government accounting and financial systems**

Financial information systems for financial management and budgetary control • development of government-wide accounting guidelines and procedures and reporting methods • overall recording and consolidation of provincial financial transactions • preparation of consolidated government financial statements • receipt and disbursement of public funds • administration of trust and special funds • administration of government insurance and pension funds.

### **Economic and statistical services**

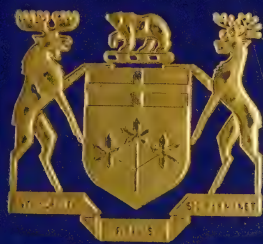
Formulating, estimating and testing of econometric models • development of input/output models and provincial economic accounts • demographic forecasts and analyses • administration of the Ontario Statistics Act • collection and processing of statistical data for economic research • computer systems development and program implementation • maintenance of a library of computer programs for economic analysis.



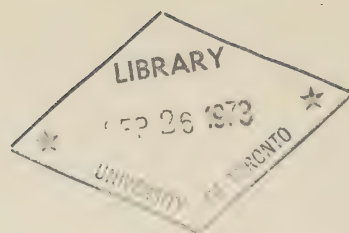
**ONTARIO**

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financial report 1973  
PROVINCE OF ONTARIO





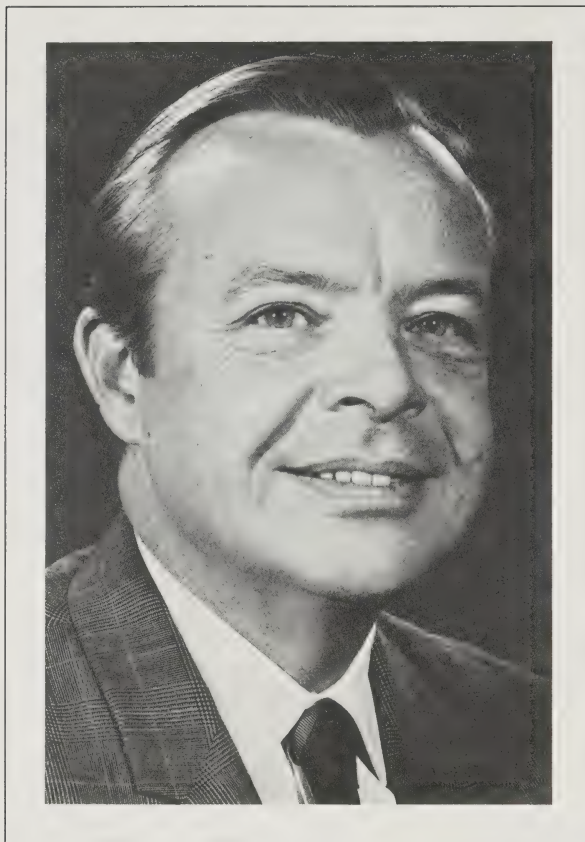
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## FINANCIAL REPORT

Year Ended March 31, 1973

### FINANCIAL HIGHLIGHTS

	1973	1972
	(\$ Millions)	
Revenue.....	6,115	4,704
Expenditure.....	6,481	5,223
Deficit.....	366	519
Debentures.....	7,173	6,080
Net debt .....	2,522	2,154
Net debt per capita .....	\$326.57	\$276.09
Net debt as a percentage of gross provincial product.....	6.1%	5.7%



HON. JOHN WHITE, Treasurer of Ontario and Minister of Economics  
and Intergovernmental Affairs.

Copies may be obtained from the  
FINANCIAL INFORMATION AND ACCOUNTING POLICY BRANCH  
MINISTRY OF TREASURY, ECONOMICS AND INTERGOVERNMENTAL AFFAIRS  
Frost Building, Queen's Park  
Toronto, Ontario M7A 1Y7

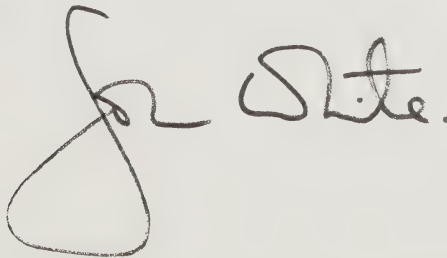
## TREASURER'S REPORT

It is with pleasure that I present the 1973 Financial Report of the Province of Ontario. The report reviews the finances of the Province for the 1972-73 fiscal year.

Economic developments and the Government's discretionary fiscal actions have played an important part in shaping the Province's finances. These factors are described in the annual Budget and the Ontario Economic Review. Details of financial developments in the current fiscal year may be found in a quarterly publication, Ontario Finances, which reports on the in-year performance of the budget.

The 1972-73 fiscal year was the first full year of operations for the Province under the new structure of government recommended by the Committee on Government Productivity. Programs formerly carried out by the Ontario Hospital Services Commission and the Ontario Water Resources Commission have been absorbed by the Province's Consolidated Revenue Fund. In this report expenditures are reflected under the new program-oriented structure of policy fields and ministries within policy fields.

Any comments or queries readers of this Financial Report may have will be most welcome and should be directed to the Treasury Division of the Ministry of Treasury, Economics and Intergovernmental Affairs.



Toronto, August 1973



## **BASIS OF REPORTING**

### **Consolidated Revenue Fund**

The financial statements reflect the “cash flow” principle of accounting used by the Province of Ontario in which transactions are recorded as cash flows in and out of the Consolidated Revenue Fund. As the name implies, it is through this fund that Provincial money must pass in accordance with the annual budget approved by the Legislature. It is by this means that the stewardship and accountability of the government are measured in that expenditures are recorded on the same basis as the funds are appropriated. The Province applies cash flow as follows:

Revenue and Expenditures are recorded as the moneys are actually received and paid out. At year-end cheques continue to be written for a further 30 days to record payments pertaining to the fiscal year just ended.

The transactions of the fund are presented in summary form, analysed according to the following three distinct areas of government activity:

- “budgetary transactions”, which relate to operational activities;
- “non-budgetary transactions”, which relate to the lending, investment and trust administration function; and
- “debt transactions”, which relate to long term borrowing and repayment.

### **Fixed Assets**

Provincial expenditures on fixed assets are treated as non-recoverable expenditures of each fiscal year. Part of government’s role is to provide facilities which have lasting value, such as roads, buildings and other public works. Such expenditures on fixed assets do not produce income in the same way as is expected of expenditures on fixed assets of a business. Nor can it be said that expenditures on a new road, for example, will benefit future taxpayers in a way which is significantly different from expenditures on education or the prevention of forest fires.

### **Crown Corporations, Agencies, Boards and Commissions**

With respect to the financial operations of provincial crown corporations, agencies, boards and commissions, the financial statements presented in this Report reflect (i) the year-end position of the advances to or the investments in these entities which are made from the Consolidated Revenue Fund and (ii) the extent to which their operations have been financed from or have contributed to the Fund for the year.

Separate financial statements are available for each of these provincially controlled operations. The following is a list of the major entities involved: Housing Corporation Limited; The Hydro-Electric Power Commission of Ontario; Liquor Control Board of Ontario; Northern Ontario Development Corporation; Ontario Development Corporation; The Ontario Education Capital Aid Corporation; Ontario Housing Corporation; The Ontario Junior Farmer Establishment Loan Corporation; The Ontario Municipal Improvement Corporation; Ontario Northland Transportation Commission; Ontario Student Housing Corporation; The Ontario Universities Capital Aid Corporation; Workmen’s Compensation Board.

PROVINCE OF ONTARIO

**STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 1973**  
(with comparative figures for 1972)

**ASSETS**

	1973	1972
	(\$ Millions)	
Cash and temporary investments (note 1) .....	953	644
Advances to commissions (note 2) .....	1,293	1,358
Advances and investments—crown corporations (note 3) .....	2,821	2,457
Investments in water treatment and waste control facilities (note 4) .....	306	—
Loans to municipalities .....	197	164
Other loans and investments (note 5) .....	213	191
Fixed assets (valued at \$1.00) .....	—	—
Inactive assets .....	4	4
Total assets .....	5,787	4,818
Less reserve for inactive assets .....	4	4
Net realizable assets .....	5,783	4,814
Net debt (note 4) .....	2,522	2,154
	<u>8,305</u>	<u>6,968</u>

Approved on behalf of the Ministry of Treasury, Economics and Intergovernmental Affairs:

H. I. MACDONALD, Deputy Treasurer of Ontario and Deputy Minister of Economics and Intergovernmental Affairs.  
G. McINTYRE, F.C.A., Executive Director, Treasury Division.



LIABILITIES

	1973	1972
	(\$ Millions)	
Demand deposits with the Province of Ontario Savings Office.....	159	146
Pension funds (note 6) .....	596	508
Treasury bills.....	260	190
Deposit, trust and reserve accounts.....	95	56
Federal-Provincial Employment Loans.....	26	—
Federal-Provincial Special Development Loans.....	—	6
Central Mortgage and Housing Corporation—waste control loans .....	24	—
Debentures (note 7).....	7,173	6,080
Deduct:		
Ontario debentures held as investments.....	28	18
	7,145	6,062
	8,305	6,968
Contingent liabilities (note 8).....	3,030	2,780



# CONSOLIDATED REVENUE FUND

Year ended March 31

## opening balance (note 4)

	1973		1972	
		(\$ Millions)		
Cash and temporary investments .....	668		635	
Ontario debentures held as investments .....	24	692	12	647

## budgetary transactions

Revenue .....	6,115		4,704	
Expenditure .....	(6,481)		(5,223)	
Increase in net debt .....		(366)		(519)

## non-budgetary transactions

Receipts and credits .....	315		341	
Disbursements and charges .....	(842)	(527)	(889)	(548)
		(893)		(1,067)

## debt transactions

Proceeds of loans				
Non-public .....	794		751	
Public:				
For general purposes .....	231		100	
On behalf of the Hydro-Electric Power Commission of Ontario .....	200		100	
Treasury Bills (net of repayments) .....	70		190	
Bank loan .....	—		36	
	1,295		1,177	
Repayments of loans .....	(113)	1,182	(95)	1,082

## closing balance

Cash and temporary investments .....	953		644	
Ontario debentures held as investments .....	28	981	18	662

## REVENUE

Year ended March 31

### taxation

	1973		1972	
	(\$ Millions)	%	(\$ Millions)	%
Personal income tax .....	1,205	19.7	1,022	21.7
Retail sales tax .....	895	14.7	759	16.1
Corporation income tax .....	448	7.3	370	7.9
Gasoline tax .....	427	7.0	396	8.4
Tobacco tax .....	96	1.6	79	1.7
Capital and premium taxes .....	79	1.3	63	1.3
Succession duty .....	76	1.2	73	1.6
Motor vehicle fuel tax .....	60		40	
Income tax—public utilities .....	36		10	
Land transfer tax .....	29		16	
Race tracks tax .....	24		20	
Mines profits, acreage, gas .....	17		14	
Security transfer tax .....	8		7	
Share of federal estate tax .....	8		26	
Other taxation .....	6		6	

### other revenue

Premiums—OHIP (note 9) .....	520	8.5	302	6.4
LCBO profits .....	254	4.2	220	4.7
Vehicle registration fees .....	166	2.7	144	3.1
Other fees and licences .....	85	1.4	67	1.4
Fines and penalties .....	34		30	
Sales and rentals .....	28		25	
Royalties .....	26		26	
Miscellaneous .....	42		18	
	1,155	18.8	832	17.7

### payments from the federal government .....

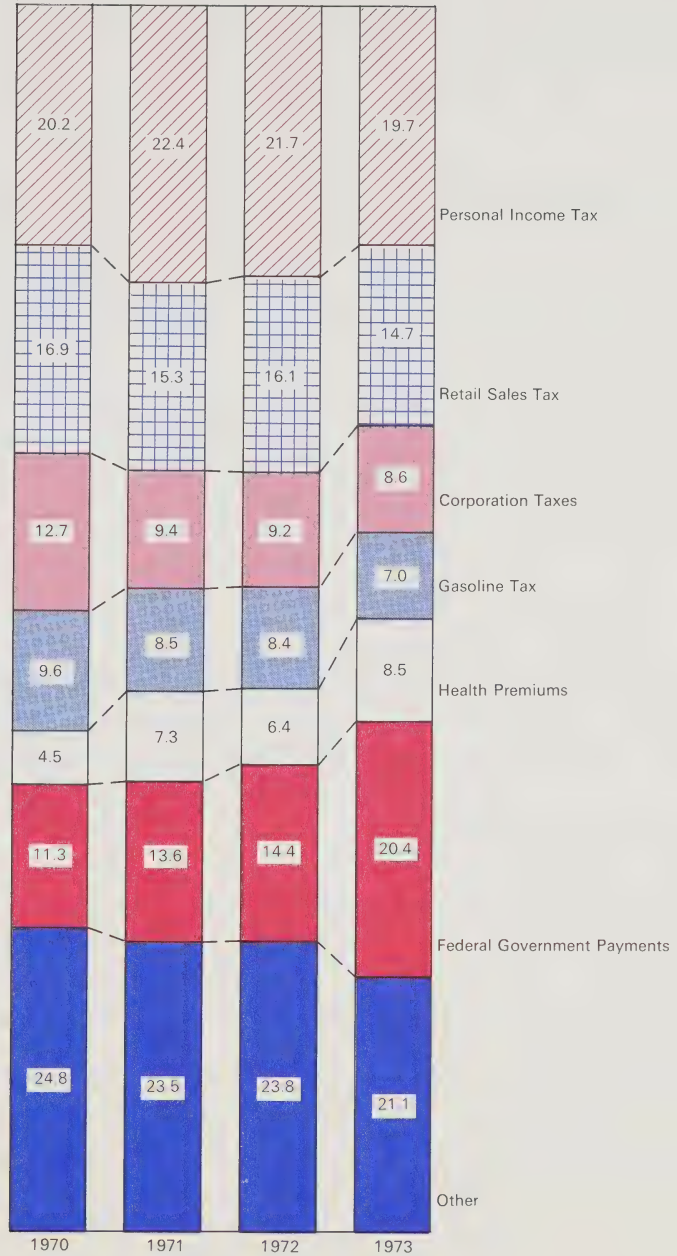
1,246	20.4	679	14.4
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### interest on investments .....

300	4.9	292	6.2
6,115	100.0	4,704	100.0

## SOURCES OF REVENUE

per cent



## EXPENDITURE

Year ended March 31

### social development policy

Health (note 9) .....	2,002	30.9
Education.....	1,316	20.3
Colleges and Universities.....	709	11.0
Community and Social Services.....	420	6.5

1973	
(\$ Millions)	%
2,002	30.9
1,316	20.3
709	11.0
420	6.5
4,447	68.7

1972	
(\$ Millions)	%
988	18.9
1,202	23.0
620	11.9
394	7.6
3,204	61.4

### resources development policy

Transportation and Communications .....	598	9.2
Natural Resources .....	139	2.2
Agriculture and Food.....	96	1.5
Environment.....	38	
Industry and Tourism .....	22	
Labour .....	10	

598	9.2
139	2.2
96	1.5
38	
22	
10	
903	13.8

597	11.4
126	2.4
98	1.9
25	
33	
9	
888	17.0

### justice policy

Solicitor General.....	83	1.3
Correctional Services .....	73	1.1
Attorney General .....	60	
Consumer and Commercial Relations.....	25	

83	1.3
73	1.1
60	
25	
241	3.7

71	1.3
67	1.3
56	1.1
22	
216	4.1

### other ministries

Government Services .....	166	2.6
Treasury, Economics and Intergovernmental Affairs.....	164	2.5
Revenue .....	73	1.1
Other .....	10	

166	2.6
164	2.5
73	1.1
10	
413	6.4

158	3.0
295	5.7
64	1.2
18	
535	10.2

### public debt—interest

477	7.4
-----	-----

380	7.3
-----	-----

### total expenditure

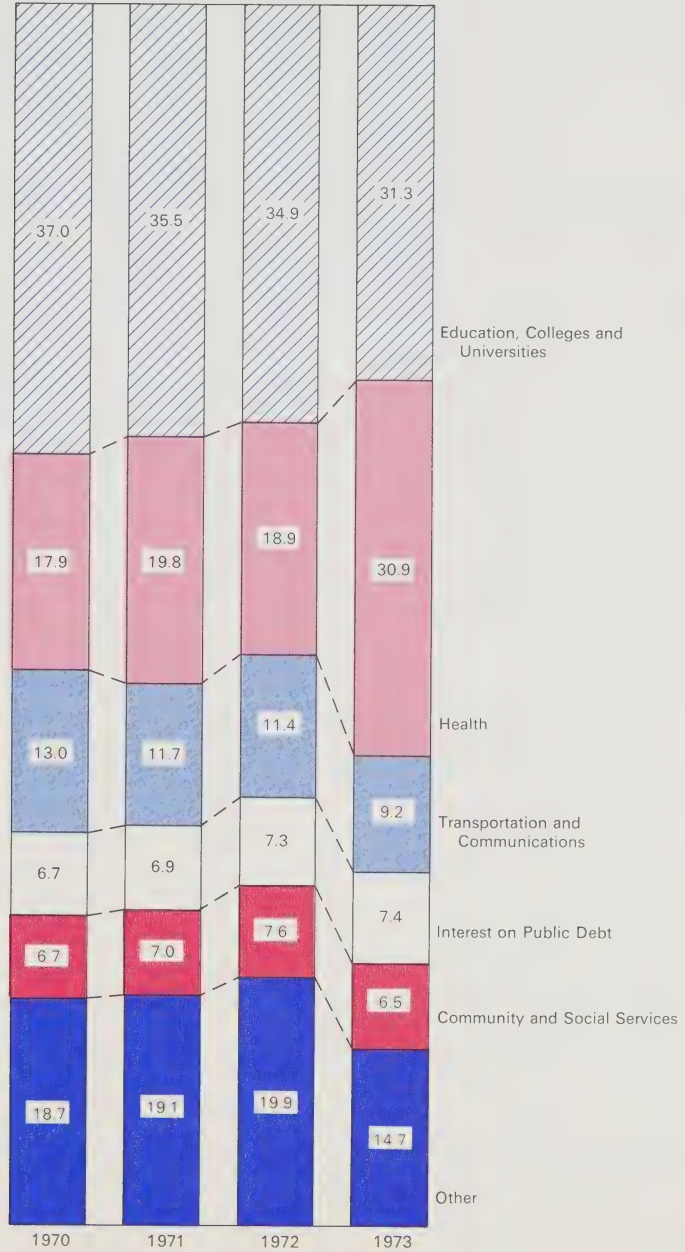
6,481	100.0
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5,223	100.0
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## EXPENDITURE

per cent



## NON-BUDGETARY TRANSACTIONS

Year ended March 31

### receipts and credits

Repayment of loans and advances

The Hydro-Electric Power Commission of Ontario .....

51

53

The Ontario Education Capital Aid Corporation .....

37

31

The Ontario Universities Capital Aid Corporation .....

16

13

The Public Hospitals Act .....

9

6

The Ontario Development Corporation .....

7

—

Ontario Housing Corporation .....

6

54

The Ontario Junior Farmer Establishment Loan Corporation .....

5

5

The Municipal Works Assistance Act .....

4

—

Investments in water treatment and waste control  
facilities (note 4) .....

3

—

Other .....

8

21

146

183

Deposits to pension funds and deposit, trust and reserve accounts .....

156

129

Province of Ontario Savings Office (net) .....

13

29

**total receipts and credits** .....

315

341

## NON-BUDGETARY TRANSACTIONS

Year ended March 31

### disbursements and charges

#### Loans and advances

##### The Hydro-Electric Power Commission of Ontario:

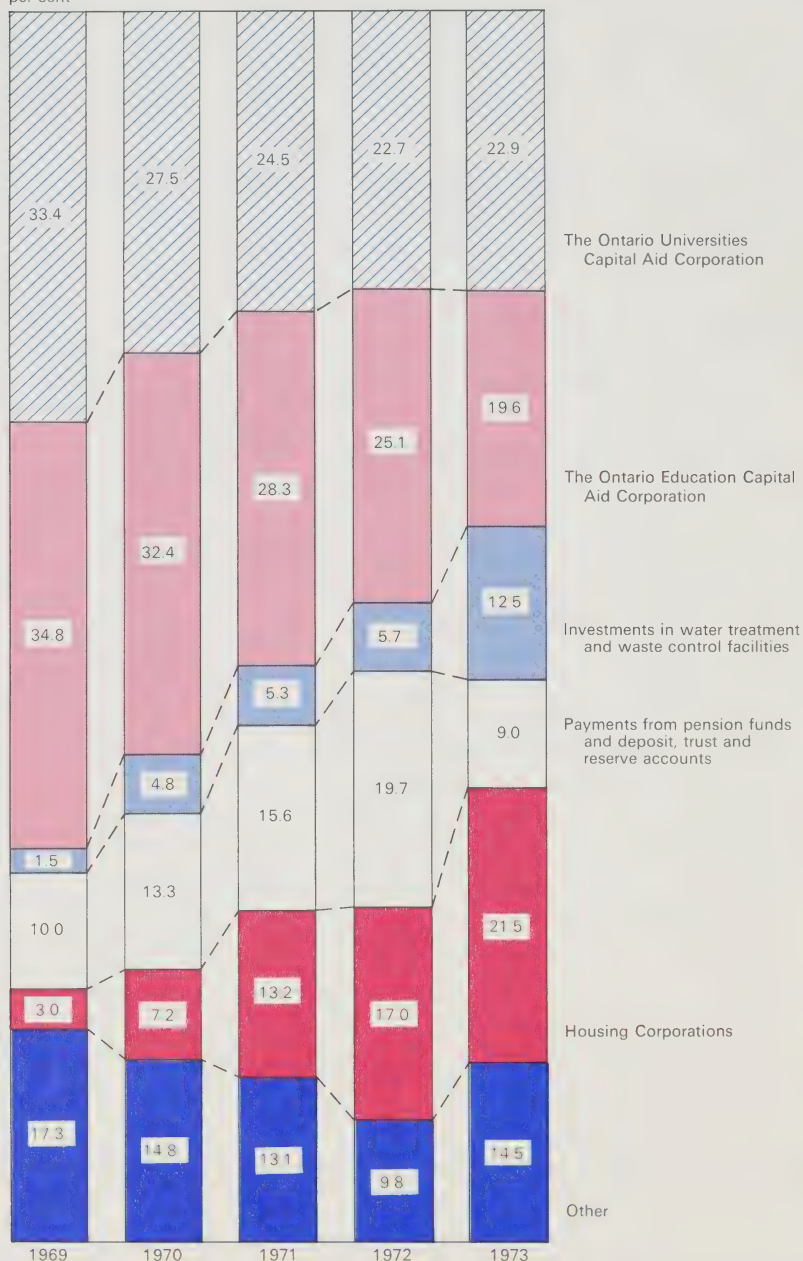
	1973	1972
	(\$ Millions)	
General advances.....	200	100
Advances for nuclear powered generating station .....	24	10
The Ontario Universities Capital Aid Corporation.....	147	179
The Ontario Education Capital Aid Corporation .....	126	198
Investments in water treatment and waste control facilities—provincial projects (note 4) .....	78	45
Ontario Housing Corporation .....	72	39
Housing Corporation Limited .....	63	93
Capital financial assistance to hospitals.....	32	38
Ontario Development Corporation .....	15	15
The Ontario Municipal Improvement Corporation.....	5	8
Federal-Provincial Special Development Loans .....	3	—
Ontario Student Housing Corporation .....	3	2
Federal-Provincial Employment Loans.....	2	—
Investments in water treatment and waste control facilities—municipal projects (note 4) .....	2	—
Other .....	12	7
	<u>784</u>	<u>734</u>

Payments from pension funds and deposit, trust and reserve accounts .....	<u>58</u>	<u>155</u>
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<b>total disbursements and charges</b> .....	<u><u>842</u></u>	<u><u>889</u></u>
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# NON-BUDGETARY TRANSACTIONS—DISBURSEMENTS AND CHARGES\*

per cent



\*Excludes disbursements to the Hydro-Electric Power Commission of Ontario of the proceeds of borrowings by the Province for Hydro purposes.

DEBT TRANSACTIONS

Year ended March 31

proceeds of loans

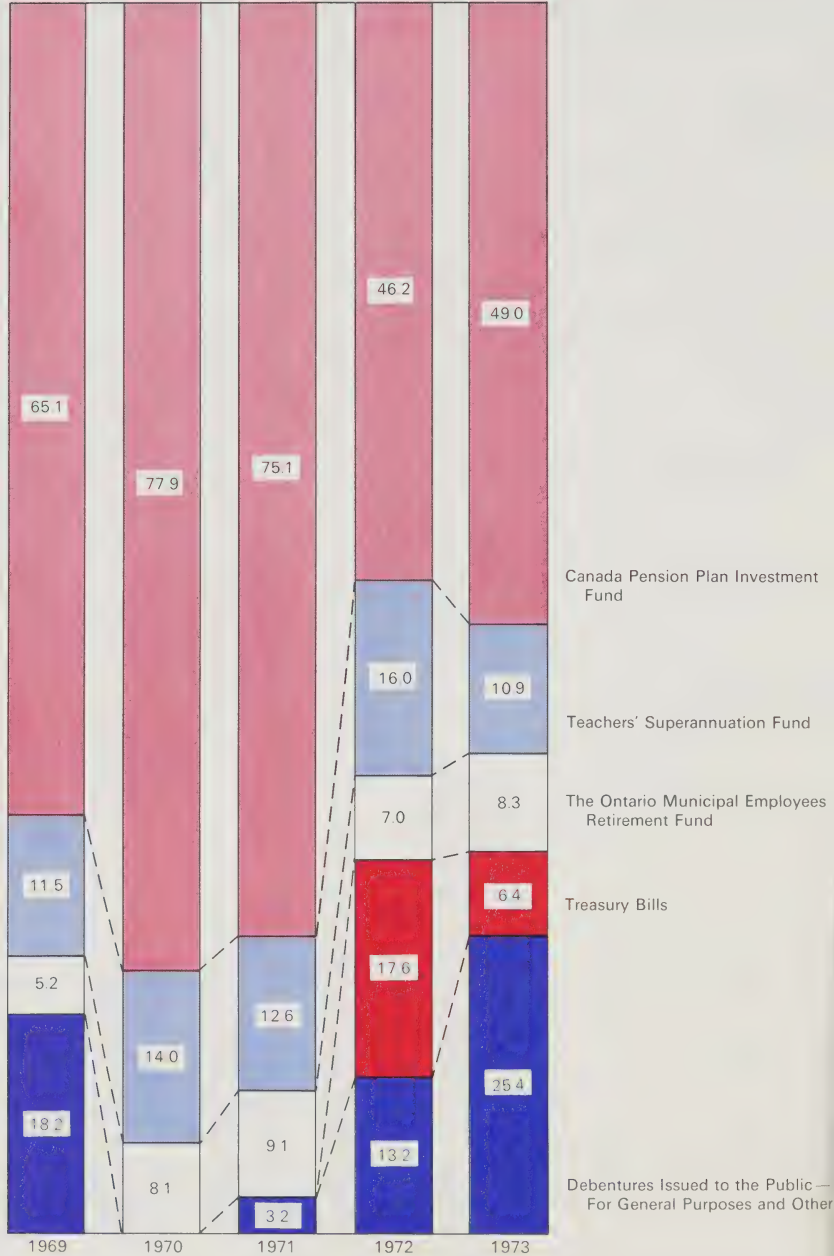
	1973	1972
	(\$ Millions)	
Non-public		
Debentures issued to—		
Canada Pension Plan Investment Fund .....	537	498
Teachers' Superannuation Fund .....	119	172
Ontario Municipal Employees Retirement Fund .....	91	75
Government of Canada re—		
Federal-Provincial Employment Loans .....	26	6
Federal-Provincial Special Development Loans .....	5	—
Central Mortgage and Housing Corporation—waste control loans .....	16	—
	794	751
Public		
Debentures issued to the public—		
For general purposes .....	231	100
On behalf of The Hydro-Electric Power Commission of Ontario ...	200	100
Treasury Bills (net of repayments) .....	70	190
Bank loans .....	—	36
	501 1,295	426 1,177

repayments of loans

Non-public		
Debentures issued to—		
Municipal Development and Loan Board.....	(4)	(4)
Government of Canada re—		
Federal-Provincial Special Development Loans .....	(6)	—
	(10)	(4)
Public		
Debentures issued to the public—		
For general purposes .....	(57)	(51)
On behalf of The Hydro-Electric Power Commission of Ontario ...	(46)	(4)
	(103)	(55)
Bank loan .....	—	(36)
	(103) (113)	(91) (95)
total debt transactions .....	1,182	1,082

# DEBT TRANSACTIONS—PROCEEDS OF LOANS\*

per cent



\*Excludes borrowings on behalf of the Hydro-Electric Power Commission of Ontario.



## NOTES TO THE FINANCIAL STATEMENTS

(All figures in millions of dollars)

### note 1. cash and time deposits

Time deposits.....	\$ 999*
Temporary investments.....	114
Bank balances .....	(160)**
	\$ 953

\*Time Deposits having a Canadian dollar equivalent at the March 31, 1973 rate of exchange of \$969 million.

\*\*Included in this figure is an amount of \$97 million representing cheques issued during April, 1973 to record payments pertaining to the 1972-73 fiscal year.

### note 2. advances to commissions

The Hydro-Electric Power Commission of Ontario:			
Secured by bonds of the Commission .....	\$1,160		
Unsecured .....	103	\$1,263	
Ontario Northland Transportation Commission.....		30	
		\$1,293	

### note 3. advances and investments—crown corporations

The Ontario Universities Capital Aid Corporation.....	\$1,120
The Ontario Education Capital Aid Corporation .....	1,101
Ontario Housing Corporation .....	221
Housing Corporation Limited .....	204
The Ontario Junior Farmer Establishment Loan Corporation .....	80
Ontario Development Corporation and Northern Ontario Development Corporation .....	58
The Ontario Municipal Improvement Corporation.....	28
Ontario Student Housing Corporation .....	7
Ontario Place Corporation .....	2
	\$2,821

Based on latest financial information the Province has an additional interest of approximately \$19 million in unrecorded equity in these non-consolidated Crown Corporations.

### note 4. ontario water resources commission

The Ontario Water Resources Commission was established in 1956 and had let extensive contracts for the building of water and sewage systems to serve municipalities. Under the agreements with individual municipalities, costs of construction and operation of the municipal projects are fully recoverable over the period of years provided in the agreements. As part of the restructuring of government operations

in April 1972, the Commission has been dissolved and its former functions are carried on as a responsibility of the Minister of the Environment. Effective April 1, 1972, the assets of the Commission were absorbed and the liabilities assumed by the Province.

As a result of this consolidation, cash and temporary investments of \$24 million, net debt of \$2 million and other assets and liabilities of (net) \$18 million have been added to the Province's statement of assets and liabilities. Full details of this consolidation may be found in the 1972-73 Public Accounts.

## note 5. other loans and investments

Loans to hospitals.....	\$ 172
Investment in the Liquor Control Board of Ontario.....	25
Miscellaneous.....	16
	<hr/>
	\$ 213
	<hr/>

## note 6. pension funds

Public Service Superannuation Fund.....	\$ 594
Legislative Assembly Retirement Allowance Account.....	2
	<hr/>
	\$ 596
	<hr/>

Based on actuarial studies dated December 31, 1970, the Public Service Superannuation Fund has unfunded liabilities as follows as at March 31, 1973.

1. An initial unfunded liability of \$82 million, upon which interest is credited annually to the Fund.
2. An experience deficiency of \$35 million, upon which contributions in the amount of \$20 million, had been made as of March 31, 1973.

## note 7. debentures

maturing within 1 year.....	\$ 210
maturing within 2-5 years.....	276
maturing within 6-10 years.....	464
maturing within 11-15 years.....	1,637
maturing within 16-20 years.....	2,880
maturing within 21-25 years.....	746
maturing within 26-30 years.....	941
maturing within 31-35 years.....	1
maturing within 36-40 years.....	18
	<hr/>
	\$7,173
	<hr/>

The province has borrowings of 490 million Deutsche Marks recorded at the Canadian dollar equivalent of \$135 million at the time of borrowing. At the March 31, 1973 rate of exchange the Canadian dollar liability was \$173 million.

## note 8. contingent liabilities

The province is guarantor of certain obligations of Provincial Crown Corporations, Boards, Commissions, and Agencies as follows:

The Hydro-Electric Power Commission of Ontario .....	\$2,951
Provincial Crown Corporations.....	76
Ontario Northland Transportation Commission.....	23
Miscellaneous .....	19
	<u>\$3,069</u>
Less held as investments of the Province.....	39
	<u><u>\$3,030</u></u>

## note 9. ontario hospital services commission

Effective April 1, 1972 the Ministry of Health took over the direct administration of the Ontario Hospital Insurance Plan previously administered by The Ontario Hospital Services Commission. Prior to April 1, 1972 the Commission received revenue directly from subscriber premiums and Federal Government contributions. The Province's accounts reflected only its contribution to cover the net deficit of the hospital insurance plan. In 1973 both the gross revenues (including premium revenue and Federal contributions) and the gross expenditures of both the hospital and medical insurance plans are included in the revenues and expenditures of the Province.

For comparative purposes only, the following table restates the expenditures of the Ministry of Health for the fiscal years ended March 31, 1970, 1971, and 1972 to include expenditures of the Commission's hospital insurance plan activities, on a basis consistent with the presentation in Budget Forecast 1972, and shows the sources of revenues related to the provision of health services. It should be noted, however, that the Province does not ear-mark revenues to specific expenditures of Ministries.

	March 31			
	1970	1971	1972	1973
		(in millions of dollars)		
Expenditures.....	<u>1,199</u>	<u>1,597</u>	<u>1,792</u>	<u>2,002</u>
Related Revenues:				
Federal contributions .....	421	573	655	769
Premiums—hospital and medical insurance* .....	478	619	580	520
Hospital insurance plan stabilization account activities.....	(98)	42	105	—
Other funds of the Province.....	<u>398</u>	<u>363</u>	<u>452</u>	<u>713</u>
	<u>1,199</u>	<u>1,597</u>	<u>1,792</u>	<u>2,002</u>

\*Premium revenues have declined because premiums were reduced effective April 1, 1972 and assistance is being granted to more people in the payment of premiums including a total exemption from paying any premium as of January 1, 1972 for persons aged 65 years and over and their dependents.

## 10 YEAR REVIEW

(All figures in millions of dollars)

### results of operations

#### budgetary transactions

	1973	1972	1971	1970
Revenue .....	6,115	4,704	4,420	3,770
Expenditure (see note below*) .....	6,481	5,223	4,514	3,718
Surplus or (deficit) .....	(366)	(519)	(94)	52

### financial position

#### liabilities

Debentures .....	7,173	6,080	5,193	4,560
Other liabilities .....	1,160	906	707	671

#### assets

Cash and temporary investments .....	953	644	635	645
Crown corporations, commissions, etc. ....	4,114	3,815	3,293	2,734
Other assets .....	744	373	338	312

<b>net debt</b> .....	2,522	2,154	1,634	1,540
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<b>net debt per capita (in dollars)</b> .....	\$326.57	\$276.09	\$210.57	\$214.34
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<b>net debt as a percentage of gross provincial product</b> .....	6.1%	5.7%	4.3%	4.4%
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\*Note: The annual sinking fund provision for the years prior to 1970, when the fund was in operation, has been excluded to highlight the relationship between the results of budgetary transactions and the changes in net debt of the Province. Prior to 1968 this relationship was affected by certain non-cash adjustments

<u>1969</u>	<u>1968</u>	<u>1967</u>	<u>1966</u>	<u>1965</u>	<u>1964</u>
2,936	2,404	1,933	1,518	1,293	1,132
3,077	2,511	1,913	1,530	1,320	1,190
(141)	(107)	20	(12)	(27)	(58)
3,961	3,237	2,623	2,226	1,998	1,884
536	433	403	366	323	281
394	299	262	203	166	123
2,087	1,535	1,070	729	554	482
425	385	350	305	261	240
1,591	1,451	1,344	1,355	1,340	1,320
\$214.34	\$203.79	\$191.22	\$199.09	\$202.00	\$203.53
4.9%	4.9%	5.0%	5.5%	6.1%	6.7%

## SUMMARY OF MINISTRY SERVICES

(Comprehensive descriptions of the programs, activities and services of some ministries are made by their annual reports to the Legislature. Copies may be obtained from individual ministries on request. The Ministers named are those who held office at the end of the 1972-73 fiscal year.)

### health

Hon. R. T. Potter, M.D.

#### **Ministry administration program**

Activities providing administrative and support services for the operating programs and a number of Ministry agencies.

#### **Health promotion and disease prevention program**

Activities supporting and complementing medical practitioners and other private and public health agencies in the prevention and control of diseases and the care and rehabilitation of the sick • assistance to local health agencies and homes for special care • providing in some areas direct health services to the public.

#### **Treatment and rehabilitation program**

Activities relating to the development and management of the hospital system, providing medical and other services to the treatment and rehabilitation field.

#### **Psychiatric and retardation program**

Provision of preventative, diagnostic, treatment, training and rehabilitation services for the mentally ill and retarded, including facilities established and operated by the Government as well as those operated by a local agency with financial assistance from the Ministry of Health.

#### **Health insurance program**

Activities providing administration, operation and control of the Ontario Health Insurance Plan.

#### **Ministry agencies**

Alcoholism and Drug Addiction Research Foundation: research in alcoholism and addiction to substances other than alcohol; providing treatment and rehabilitation programs • Ontario Mental Health Foundation: research, diagnosis and treatment in mental health • Ontario Cancer Treatment and Research Foundation: diagnosis, treatment and research in cancer • Ontario Cancer Institute: operates a hospital for cancer diagnosis, treatment and research.

### education

Hon. Thomas L. Wells

#### **Elementary and secondary education**

Development of the aims and objectives of public education in Ontario • resource and consultative services to teachers and school boards regarding curriculum and school organization • assessment, development and publication of approved curriculum guidelines • assistance



in the development and appraisal of courses of study at the local level • evaluation of textbooks and other learning materials to determine their suitability for approved programs • support and promotion of educational research activities through contractual agreements, grants-in-aid, and the block grant to the Ontario Institute for Studies in Education • workshops and summer courses for teachers for professional upgrading and improvement of teaching • operation of teachers' colleges and liaison with teacher education in universities • consultative service and financial assistance to the Ontario Educational Communications Authority • certification of teachers, principals and supervisory officers • issuance of student diplomas and certificates • consultation on special education classes for emotionally disturbed, neurologically impaired and retarded children • investigation of problems of culturally deprived children • Ministry-operated residential schools for the blind and the deaf • correspondence classes for Ontario residents out of reach of schools • staffing teachers of Hospital Schools.

### **Grants and finance**

Research into building costs, enrolment trends, school architecture • distribution of operating and construction grants from the Provincial Treasury to elementary public and separate school boards and boards of education • review of spending programs of school boards and advice regarding economy in operation.

## **colleges and universities**

**Hon. Jack McNie**

### **Grants**

Grants to provincially assisted universities and colleges for operating purposes and debenture repayments • grants to church-related institutions for operating purposes • grants in lieu of municipal taxation • loans to provincially-assisted universities through the Ontario Universities Capital Aid Corporation (which purchases debentures from the Universities) to finance construction of physical facilities • grants to university students through the Ontario Student Awards Program, Ontario Graduate Fellowships and other programs • grants to cultural institutions for operating purposes • grants for Training in Business and Industry • grants for Management Development Program • grants for manpower retraining.

### **Special studies**

Enrolment forecasting • research on space utilization and space management for the universities • publication of HORIZONS and FUTURES, guides to educational opportunities in Ontario beyond the secondary school level • studies involving assessment of the operating grant formula • studies concerning capital formula allocations • research into trends and developments in higher education • studies of new approaches to student aid • studies involving manpower retraining.

### **Provincially-assisted universities and colleges**

Brock University • Carleton University • University of Guelph • Lakehead University • Laurentian University • McMaster University • Ontario College of Art • University of Ottawa

• Queen's University • University of Toronto • Trent University • University of Waterloo • Waterloo Lutheran University • University of Western Ontario • University of Windsor • York University • Ontario Institute for Studies in Education • Ryerson Polytechnical Institute.

### **College of applied arts and technology**

Algonquin College • Cambrian College • Canadore College • Centennial College • Conestoga College • Confederation College • Durham College • Fanshawe College • George Brown College • Georgian College • Humber College • Lambton College • Loyalist College • Mohawk College • Niagara College • Northern College • St. Clair College • St. Lawrence College • Sault College • Seneca College • Sheridan College • Sir Sandford Fleming College.

### **Other institutions**

Art Gallery of Ontario • Royal Botanical Gardens • Royal Ontario Museum • The Law Society of Upper Canada (Bar Admission Course) • Ontario Science Centre • Ontario Council for the Arts • Ontario Educational Communications Authority • Ontario Heritage Foundation • McMichael Conservation Collection of Art • Ontario Libraries and Local Museums • Elliot Lake Centre for Continuing Education.

## **community and social services**

**Hon. Rene Brunelle**

### **Family benefits**

Provincially administered, long-term financial assistance to persons in need who are elderly, disabled, blind, mothers or unemployed fathers with dependent children • hospital and medical insurance for eligible Old Age Security recipients • dental care for recipient families with children.

### **Municipal welfare**

Municipally administered, provincially subsidized short term financial assistance under General Welfare Assistance Act to persons and families temporarily unable to support themselves • subsidies to Municipalities for administration costs and for purchased services of visiting homemakers and nursing services.

### **Rehabilitation services**

Rehabilitation services for mentally, physically or emotionally handicapped persons, to develop, restore or improve their working capacity and to place them in safe, satisfying employment.

### **Residential care and services for adults**

Provincial assistance in the form of capital and operating grants to Municipal and Charitable Homes for the Aged, rest homes, elderly persons centres, hostels, correctional half-way houses.

### **Special services**

Family counselling services to help persons deal with social problems and achieve self-support • grants to voluntary agencies offering credit/debt counselling services • financial assessment of applicants for legal aid.

**Child welfare**

Adoption Services and Provincial assistance to Children's Aid Societies providing services for the care and protection of dependent children, and services for their families to prevent family breakdowns and, where possible, re-establish broken homes.

**Children's institutions**

Capital and operating grants to voluntary organizations providing institutional care for mentally retarded children and adults, unwed mothers, and children with emotional difficulties.

**Day nurseries**

Licensing of day nurseries and Provincial assistance to municipalities or organizations providing day nursery services.

**Citizenship**

Point of entry reception and information services for newcomers • special programs related to integration of newcomers • classes in English and Citizenship • training programs and training materials.

**Community development**

Promotion of citizen participation in community affairs • educational programs concerning decision-making models and material relating to effective citizen and community involvement • aid to community groups and agencies through financial assistance and extensive staff consultations • community conferences, information and advice centres.

**Indian community**

Special services to the Native people and their leaders in the management of their own affairs • financial assistance for Indian Community projects such as communications, cultural and social, economic development and other services.

**Youth and recreation**

Certification of recreation directors • advice and assistance to municipalities on program development, leadership training and organization development • financial assistance to Regional and Provincial recreation organizations • capital grants to communities for the establishment of community centres/recreation facilities.

**Special community projects**

Employment opportunities for young persons in community projects and social service activities.

**Athletics commission**

Supervision of professional and amateur boxing and wrestling in Ontario • consultation with athletic organizations and assistance to amateur sport in the form of equipment, materials, awards, rules and regulations, plans and advice.

## **transportation and communications**

**Hon. Gordon Carton, Q.C.**

In general terms, the Ministry is responsible for providing an integrated and balanced transportation system within the Province. This includes roads, the GO Transit rail and bus network, intermediate capacity transit systems, air services and airport facilities, ferry services, pipelines and various electronic communications.

### **Planning and programming**

Analysis, evaluation and justification of surface transportation projects • definition of project priorities in relation to available funds • development of five-year advance program of highway construction • research into various modes of transportation • environmental and ecological planning • development and maintenance of the intermediate capacity transit demonstration project • accident experience and causes on freeways and other types of highways.

### **Air services and airports**

Operation of norOntair, a STOL demonstration project connecting Sault Ste. Marie, Sudbury, Timmins and Earlton • financial assistance to municipalities, corporations and individuals for establishment, extension and improvement of airport facilities • intra-provincial air transport studies • appeal services.

### **Rail transportation**

Operation and administration of the Ontario Northland Railway and associated bus and truck freight transport systems under the auspices of the Ontario Northland Transportation Commission • other services include operation of a cruise ship, a restaurant and hotel, and a communications network in Northern Ontario.

### **Lakes and seaways**

Collection and analysis of data relating to Great Lakes ports and seaways • various economics and technical studies • appeal services.

### **Communications**

A telecommunications policy to fully represent the interests of Ontario's citizens in any matters associated with radio and television broadcasting • educational television • special purpose video • data transmission systems • telephone and telegraph services and the use of communications satellites.

## **natural resources**

**Hon. Leo Bernier**

### **Land management**

The development of comprehensive planning programs for all uses of Crown lands and waters • land capability inventory for long-range planning and participation and co-ordination with regional development planning.

Environmental protection of provincial forest lands and, by agreement, municipal and other private forest lands are protected against damage by fire, insects and disease ● protection of life and property from forest fires ● waste disposal areas.

Retention and disposal of Crown lands through the development and implementation of land use plans ● conducting and restoration of Crown surveys ● land acquisition for public use ● management of water resources ● water regulation.

### **Outdoor recreation**

Provincial parks where needed ● development and maintenance of numerous water access points, canoe routes and hiking trails ● nature reserves and wilderness areas ● management of the fish and wildlife resources to provide recreation on a day-use and extended-use basis ● control measures to permit a full harvest of these wildlife and fish ● hunter safety training and examinations.

### **Resource products**

Administration of the disposal of mining lands including the licensing of prospectors, claim recording administration and judicial services on Crown land ● analytical and mineralogical laboratory services.

Geological reconnaissance surveys of selected areas of the Province by planes and helicopters and detailed ground surveys, geophysical, geochemical and geological mapping services ● studies in mineral economy.

Inspection of oil and gas wells and mines for health and safety hazards ● inspection and safety-testing of mining equipment and cables.

Timber resources management for optimum sustained yield of forest products including timber, wildlife, recreation and aesthetics ● the production and planting of trees ● inventorying and planned management of forests ● advice, management assistance and financial aid to owners of woodlands ● logger safety program.

Services to the commercial fishing and fur industries.

## **agriculture and food**

**Hon. William A. Stewart**

### **Consultative services**

Professional advice and technical assistance on all facets of the agriculture and food industry to producers, service industries and consumers ● services to farmers on farm management and efficient production of high quality livestock and crops ● inspection, regulation and technical assistance to milk producers ● legislation enabling commodity marketing boards to market the full range of farm commodities ● farm product inspection services ensuring quality and freshness for consumers ● domestic and foreign market development for Ontario farm products; consumer education programs for maximum utilization of Ontario grown products ● comprehensive insurance coverage on a wide range of crops ● ARDA programs for maximum

utilization of human, land and water resources • recruitment of people for the farm labour work force • training of homemakers and 4-H Club members in domestic sciences, household budgeting and community improvement • assistance to agricultural fairs, exhibitions, plowing matches and livestock shows • licensing of community livestock sales • regional veterinary laboratories • meat inspection services • animal health services • animal disease and dead animal disposal regulation • agricultural economic research and statistical services.

### **Provincial facilities**

Colleges of agricultural technology at Ridgetown, Centralia, Kemptville and New Liskeard • research stations at Vineland, Simcoe and Bradford • pesticides laboratory at Guelph • Ontario Agricultural Research Institute • veterinary laboratories at Ridgetown, Centralia, Guelph, Brighton, Kemptville and New Liskeard.

### **Grants and loans**

Drainage, livestock, soil and crop grants and subsidies • grants to agricultural and horticultural societies and associations • farm improvement grants • loans to agricultural co-operatives.

## **environment**

**Hon. James A. C. Auld**

### **Water management**

Investigation of the qualitative and quantitative aspects of water management • enforcement of regulations under existing legislation with respect to water supplies and municipal and industrial wastes, as well as private systems • supervision of water treatment and pollution control plants and the provision of such facilities through agreement with municipalities.

### **Air and land pollution control**

Inspection and regulation of sources of air pollution in Ontario and establishment of acceptable air quality levels • control of the collection, transportation, treatment and disposal of liquid and solid wastes on land • licensing, investigative, residue monitoring and educational services related to the use of pesticides.

### **Ministry agency**

The Hydro-Electric Power Commission of Ontario:

Generation, transmission and distribution of electric power throughout the province.

## **industry and tourism**

**Hon. Claude F. Bennett**

### **Industrial development**

Provision of vital data to industry planning new locations on: market research information • details of land and building costs • municipal services • energy and labour costs • incorporation and customs laws • material sources • transportation facilities • assistance to existing industry in finding new manufacturing opportunities • joint ventures • new technology • product development clinics, industrial development seminars in major centres.



**Export development**

Assistance to Ontario companies to: export products or services by sending trade missions abroad and by bringing in foreign buyers • show their goods at selected international fairs • design awards competitions to encourage new concepts to help increase sales of Ontario products at home and abroad.

**Tourism development**

Creation of new and expanding existing tourist facilities • counselling and technical services to tourist operators and regional tourist councils • ensuring that high standards are maintained in the fields of accommodation and tourist attractions • licensing of accommodation facilities • promotion services to “sell” Ontario • literature and travel counselling services for visitors.

**Research**

Economic studies of principal Ontario industries • studies of major trading countries • commodity analysis of potential Ontario exports • analysis of export market opportunities • determining prime tourist markets • defining the characteristics of visitors and potential visitors • analysis of visitor reactions to determine what they are seeking in an Ontario vacation • measuring the volume and expenditure of visitors by tourist council area.

**International trade**

Trade and industry counselling service in 16 key commercial areas of the world • information services to foreign businessmen on investment opportunities in Ontario • location of foreign agents and distributors for Ontario products.

**Recruitment service**

Assistance to industry in recruiting skilled workers and professional people through offices in Toronto and London.

**Grants**

Grants to regional tourist councils for the promotion and development of the tourism business.

**Ontario Development Corporation**

A comprehensive program of financial services to qualified companies wishing to locate new manufacturing plants or expand existing operations in Ontario • financial assistance program for pollution control • financial assistance to tourist industry • lease-back and rental arrangements • consultative services to small businesses • operation of Centralia Industrial Park and Cobourg Industrial Park.

**Sheridan Park Corporation**

Development and sale of land for research facilities in the 350-acre Sheridan Park Research Community.

**Ontario Place Corporation**

Development and operation of a provincial exhibit and recreational centre.

## **labour**

**Hon. Fern Guindon**

### **Industrial relations**

Services to promote harmonious labour-management relations • enforcement and provision of rulings on bargaining rights and unfair practices • mediation and arbitration services on contractual disputes • construction industry review panel.

### **Safety**

Occupational safety services • construction and logging sites and commercial and industrial premises • approval of drawings of new or modified plants, shops and office buildings.

### **Human rights**

The Ontario Human Rights Commission provides protection to persons against discrimination in employment, housing and public accommodation • education, research and counselling programs to promote the full utilization of Ontario's female human resources.

### **Employment services**

Enforcement of employment standards to protect the workforce from undesirable employment practices • hours of work • vacations with pay • minimum wages • overtime and vacation pay • equal pay for equal work • notice of termination • maternity leave • industrial standards • fair wages on government contracts.

Employment adjustment services to assist understanding, planning for and coping with the employment effects of change.

## **solicitor general**

**Hon. John Yaremko, Q.C.**

The Solicitor General exercises the duties and responsibilities of the administration of law enforcement and public safety in the Province. The functions of this office include the following:

### **• Ontario Police Commission**

Assistance in coordinating the work and training of police forces throughout the Province as provided for by statutes and regulations • administration of quasi-judiciary, regulatory and investigative powers throughout the Province • maintenance of a system of statistical records for research studies of criminal activities and related matters to aid law enforcement • advice to Boards of Commissioners of Police, Police Committees of Municipal Councils, other police authorities and Chiefs of Police on all matters related to policing • planning and development of integrated support services needed by police forces to combat criminal elements • operation of the Ontario Police College in Aylmer.

### **• Ontario Provincial Police**

Policing and patrolling of all King's Highways including accident investigation and conduct of traffic safety education programs • general policing in those parts of Ontario where there is no municipal police force • assistance to municipal police forces with enforcement

duties • specialist services in all aspects of criminal investigations, under-water search and recovery, bomb disposal, etc. • marine enforcement of Ontario's lakes and rivers • license of private investigators and security guards • central registry of licensed firearms and shooting clubs • telecommunication network between Ontario Provincial Police locations and other police agencies.

- **Ontario Police Arbitration Commission**

Bargaining/arbitration procedures under the Police Act • maintenance of a panel of part-time arbitrators • administrative matters in connection with the conduct of arbitration, research and evaluation of the effectiveness of this system and recommendations for improvement.

- **Public Safety Division**

Specialized and systemized analyses to present facts to the Province's judicial system • plans for wartime and peacetime emergencies • promotion of adequate standards for fire safety services • determination of causes of fires and review of building plans in terms of fire safety standards • determination of causes of death in unnatural circumstances to prevent or minimize future loss of lives • services and expertise in forensic sciences and pathology • providing designated schools of anatomy with sufficient materials for teaching.

## **correctional services**

**Hon. C. J. S. Apps**

### **Correctional program**

- Adults:

Custody, for prescribed periods, of persons sentenced by the courts to serve less than two years • provision of training and treatment services to persons in custody that will afford them better opportunities for successful personal and social adjustment • modification of the attitudes of persons in custody to assist them towards more law abiding behaviour in the community.

### **Services to persons in custody**

- Women:

"Therapeutic community" treatment • clinical services • educational services • vocational training services • library services • religious services • recreational programs • aftercare services • probation services.

- Men:

Educational services • vocational training services • training in good work habits • library services • religious services • recreational programs • clinical services • behavioural modifications • aftercare serves • probation services.

### **Provincial adult institutions**

1 centre for women • for men: 8 correctional centres, 5 adult training centres, 2 clinics and 6 forestry camps • 38 jails for men and women • 3 regional detention centres.

**Program for juveniles**

Comprehensive program to meet the needs of each child • educational programs • clinical and medical services • recreational programs • library services • religious activities • aftercare services • probation services.

**Training schools**

15 training schools for juveniles (including 2 Roman Catholic schools.)

**attorney general**

**Hon. Dalton A. Bales, Q.C.**

**The law officer of the crown**

The Attorney General exercises the duties and responsibilities of the Law Officer of the Crown as prescribed by law and usage and supervises the administration of justice in the Province. The functions of this office include the following:

**Crown legal services**

Advice to the Government upon all matters of law connected with legislative enactments and upon all matters of law referred to the Minister by the Government • advice to the heads of the ministries and agencies of Government upon all matters of law connected with such ministries and agencies • conduct and regulation of all litigation for and against the Crown or any ministry or agency of Government including the responsibility for the direction of prosecutions under the Criminal Code and Provincial legislation.

**Legislative services and research**

Drafting, reviewing, publishing and consolidating Ontario legislation • advice to the Legislature, Government ministries and agencies and the public on matters of legislation • research in the law and in the administration of justice including formulation of recommendations for remedial legislation.

**Administration of judicial trusts**

Administration of judicial, minors' and mentally incompetent persons' trusts • supervision of charitable financial interests • protection and preservation of reversionary interests of the Crown in right of Ontario.

**Administration of the courts**

Management of the civil and criminal courts of Ontario including the administration of all courts and judicial offices and the development of court rules and procedures.

**Legal aid and compensation to victims of crime**

Assistance in the protection of civil rights of Ontario citizens by the financing of the Legal Aid program and providing compensation for victims of crime.

### **Administrative tribunals**

Impartial investigation services and compensation in matters of expropriation through the Land Compensation Board and the Board of Negotiation • provision of an appeal procedure for the review and administration of equity in property evaluations through the Assessment Review Court • implementation of a sound municipal development through the Ontario Municipal Board.

### **consumer and commercial affairs**

**Hon. John T. Clement**

#### **Ministry administration program**

Consists of a number of activities providing administrative and support services for the operating programs. (i.e. personnel, financial and administrative services) and research, public information services.

#### **Ontario Securities Commission program**

Review and acceptance of prospectuses filed with the Commission • investigation of securities transactions, process and review of applications received for registration and the publishing of Insider Trading Reports required by The Ontario Securities Act and Regulations.

#### **Ontario Pension Commission program**

Preservation of pension benefit entitlements; improvement of the quality and administration of pension plans.

#### **Financial institutions program**

Examination of Insurance and Loan and Trust Companies, Credit Unions and Cemeteries establishing that they are capable of meeting their obligations, that those who work in the industries are knowledgeable, competent and trustworthy and that the industries concerned are operated in the best interests of the public and with full and proper disclosure.

#### **Motor Vehicle Accident Claims Fund**

Compensation for innocent victims of the uninsured or unidentified motorist with respect to an accident occurring in the Province of Ontario.

#### **Business Incorporations program**

Issuance of certificates, letters patent and supplementary letters patent effecting incorporation and amendments thereto; provision of administration, legal, applications control, name searches, engrossing and records maintenance services.

#### **Business Practices program**

Licensing and regulation of Itinerant Sellers, Motor Vehicle Dealers and Salesmen, Real Estate Brokers and Salesmen, Collection Agencies; operation of the Consumer Protection Bureau, administering legislation respecting pyramidal schemes and paperback and periodical distributors.

**Commercial Registration Appeal Tribunal program**

Provides for a system of appeals from the decisions of Government administrators affecting individual rights.

**Technical Standards program**

Public safety services • inspection of elevating devices • pressure vessels • examination, certification of applicants who qualify as operating engineers • licensing the operation of elevating devices and pressure vessels • handling and use of hydrocarbons • uniform building standards and upholstered and stuffed articles.

**Regulation of Horse Racing program**

(Administered by the Ontario Racing Commission under The Racing Commission Act.) Governing, direction, control and regulation of horse racing in Ontario • registration of colours, contracts, and partnerships • employment of stewards, veterinarians, judges and clerks at the tracks • payment of grants to encourage the horse racing industry in Ontario.

**Theatres program**

Maintenance of a reasonable standard of decency in films to be exhibited.

**Lotteries program**

Minimization of unsatisfactory practices in the operation of lotteries permitted under the Criminal Code.

**Property Rights program**

Assurance that ownership of an encumbrance affecting real and personal property to be properly retained and readily ascertained.

**Registrar General program**

Registration and issuance of certificates for births, marriages and deaths • statistics, issuance of licences, banns and authorization for marriages.

**government services**

**Hon. James W. Snow**

**Provision of accommodation**

Accommodation for Ministries and Agencies of the Ontario Government obtained by the purchase, leasing and construction • land surveying, planning, design and construction of buildings • management, improvement and sale of Ontario Government land and buildings.

**Legislature services**

Support services for the Legislative Assembly of Ontario including maintenance and improvement to the Legislative Building and a Citizen's Enquiry service.



### **Supply and services**

Consolidated government services for printing and duplicating • publishing, mailing, telephone communications, stationery and office supplies • implementation of government policies on purchasing, warehousing and disposal of material and services—value analysis, specifications, evaluation of suppliers and inventory control • planning and co-ordination of the production of government exhibits and displays.

### **Payment services**

Administration of the preparation and recording of cheques issued by the Government of Ontario • administration of the payments and collections in respect of the various Employee Benefits Plans of the Ontario Public Service.

## **treasury, economics and intergovernmental affairs**

**Hon. John White**

### **Office of intergovernmental affairs**

Advises on Ontario's participation in Canada's external activities • monitors Ontario's relations with other governments and develops proposals for improvement of intergovernmental machinery • assesses and advises on provincial relations with municipalities and maintains contact with Municipal Liaison Committee.

### **Office of economic policy**

Advises on medium- and long-term provincial socio-economic policies and strategies • monitors and forecasts economic and social developments in Ontario, Canada and elsewhere • examines short-term economic and social consequences for Ontario of programs of other governments and the private sector.

### **Fiscal policy division**

Plans taxation policy and tax reform programs • plans and co-ordinates the provincial budget and monitors its performance • provides a comprehensive view of municipal fiscal operations and examines municipalities' independent financial capacities • integrates Ontario's inter-governmental fiscal relations and examines fiscal redistribution policies.

### **Treasury division**

Reports operations and position of province to Legislature and public • prepares public accounts • develops and implements policies on finance, debt management and use of provincial cash resources • manages cash flow by monitoring income and expenditure • acts as custodian of government securities • co-ordinates and implements basic concepts of management control • assists with post audit and with implementation of Provincial Auditor's recommendations.

### **Urban and regional planning**

Develops policy recommendations on regional planning strategy and prepares comprehensive plans for the five provincial planning regions • develops proposals for local government reform and designs regional municipalities • develops provincial policies for community planning and co-ordinates planning objectives of local governments.

### **Local government services**

Provides advice and assistance to officials of municipalities, local boards and commissions, and the general public • reviews and recommends for approval official plans, subdivision applications and zoning by-laws • administers federal, provincial and municipal loans, subsidies and grants to reduce property tax burden • supervises operations of Ministry's regional planning offices.

### **Central statistical services**

Services include provision of information and data on 1971 census, cost-of-living index, mortgage registration, credit union activities and census of manufacturing, as well as general statistical information.

## **revenue**

**Hon. Allan Grossman, C.L.U.**

### **Tax administration**

Administration of Ontario's principal tax statutes • corporations tax • retail sales tax • gasoline and diesel fuel taxes • tobacco tax • succession duties • race tracks tax • land transfer tax • security transfer tax.

### **Municipal assessment**

Valuation of all real property in the Province at market value, the preparation of municipal assessment rolls and notices, and the carrying out of municipal enumerations.

### **Savings offices**

21 branches of the Province of Ontario Savings Office providing interest-earning savings deposit services to the public.

### **Ontario Housing Corporation**

Home Ownership Made Easy (H.O.M.E.) Plan • family and senior citizen housing on a rent-gear-to-income basis • student housing • land development providing serviced lots for lease with option to purchase after five years • housing for industry • community development housing and development of condominium housing • financing for condominiums or houses built on H.O.M.E. Plan lots.

## **office of the lieutenant governor**

**Hon. W. Ross Macdonald, P.C., C.D., Q.C., LL.D.**

Administrative services required by His Honour the Lieutenant Governor of Ontario.

## **office of the premier**

**Hon. William G. Davis, Q.C.**

Administrative and staff services for the Premier's Office and the functions supporting the Premier as head of Government.

## **cabinet office**

This program involves the co-ordination of services provided to the Cabinet and Members of the Executive Council, to the Policy and Priorities Board and the Policy Field Committees of Cabinet. It includes the responsibility for liaison and secretariat services required by the Cabinet's Legislation Committee and includes funds for Minister Without Portfolio and the Youth Secretariat.

## **management board secretariat**

**Hon. Eric A. Winkler**

The Secretariat serves as the staff arm of the Management Board of Cabinet which is in effect the finance and administration committee of the Executive Council. The responsibilities assigned to the Management Board Secretariat reflect the function of the Board on whose behalf it acts.

### **Programs and Estimates**

Analysis and co-ordination of program proposals in the context of long term and annual planning • analysis of ministry submissions, especially the impact of proposed expenditures and administrative implications of alternative courses of action • co-ordinating the development of appropriate budget and general management systems including development and implementation of a planning-programming-budgeting system • monitoring program performance and ministry administration to ensure attainment of approved objectives.

### **Planning and Development**

Refinement of the techniques for development of plans and strategies for multi-year planning, goal setting and review, evaluation of program effectiveness, and expenditure analysis • assisting with implementation of the Committee On Government Productivity's recommendations which pertain to operations of the Secretariat.

**Management Policy**

Development, evaluation, and co-ordination of basic management policies and techniques with primary efforts directed to co-ordinating and assisting with the implementation of the Committee On Government Productivity's recommendations.

**civil service****Hon. Eric A. Winkler**

Administration of The Ontario Public Service Act and the recommendation of regulations thereunder • evaluation and classification of positions in the Civil Service and determination of entry qualifications • recommendation to the Government of salary ranges for those classifications which are not determined by the collective bargaining process • recruitment of qualified people and their assignment to positions • provision, assistance in or co-ordination of staff development programs throughout the Civil Service, including French language training courses for Public Servants and others.

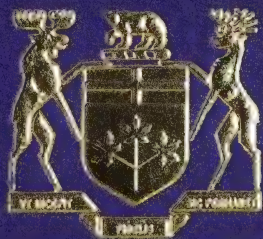
**office of provincial auditor****William S. Groom, F.C.A.\***

Audit of receipts and disbursements of public moneys forming part of the Consolidated Revenue Fund • audit of financial statements of the Province of Ontario as set out in the Public Accounts • reporting annually to the Assembly • audit of ministry and quasi-judicial agencies where authorized in the related governing statutes.

\*Deceased July 21, 1973

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financial report 1974  
PROVINCE OF ONTARIO





Ont. Ministry of Treasury, Economics  
and Intergovernmental Affairs  
Financial report

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HON. JOHN WHITE, Treasurer of Ontario and Minister of Economics and Intergovernmental Affairs.

It is with pleasure that I present the 1974 Financial Report of the Province of Ontario. ✓

The 1973-74 year was once again a year of successful financial management in the Province of Ontario. Two of our significant achievements were the increased sharing of provincial resources with local governments to alleviate the burden of the property taxpayer, and the expansion of our tax credit system to assist lower- and middle-income families.

This report highlights the major aspects of Ontario's finances. The Public Accounts, submitted to the Legislature annually, should be referred to for detailed information. The policy aspects of Ontario's financial operations are discussed in the annual Ontario Government Budget.

Comments or queries will be welcome and should be directed to the Treasury Division of the Ministry of Treasury, Economics and Intergovernmental Affairs.

Toronto, August 1974

Copies may be obtained from the  
FINANCIAL INFORMATION AND ACCOUNTING POLICY BRANCH  
MINISTRY OF TREASURY, ECONOMICS AND INTERGOVERNMENTAL AFFAIRS  
Frost Building, Queen's Park  
Toronto, Ontario M7A 1Y7

## BASIS OF REPORTING

The financial statements of the Province of Ontario reflect the use of the "cash flow" principle of accounting. This method, modified to allow an additional thirty days to pay for goods and services pertaining to the fiscal year just ended, offers a precise measurement of government activity for a fiscal year. This, rather than the "accrual" principle, is utilized because of two fundamental characteristics of government reporting which set it apart from commercial practice.

The first characteristic is the constitutional principle which underlies the system. The Legislature votes sums of money to specified ministries for stated purposes. The Legislature provides for the required money by authorizing the government to levy taxes or to borrow. The accounts of the government therefore are a record of stewardship and reflect the accountability to the Legislature for the management and disposition of monies levied, entrusted and spent. The purpose of the public accounts in government is to explicitly display that stewardship as revenue flows into and expenditure flows out of the Consolidated Revenue Fund.

The second characteristic is that there is no direct commercial relationship between government revenues and government expenditures. This obviates the "matching" benefit provided by accrual accounting. Expenditures are incurred for the operation of a wide range of services which have been established by government policy. Taxation, the major source of revenues, is imposed on those parts of the economy best able to finance government programs and is also a fiscal policy instrument for the government, in terms of its incidence and in its relationship to expenditures.

The transactions of the Province of Ontario are presented in summary form according to the three distinct areas of government activity through the Consolidated Revenue Fund:

"Budgetary Transactions" are operational activities which include the revenues raised through taxation, premiums, fees, licences and permits, payments from the federal government under shared-cost programs, and income from investments. Expenditures on government programs include payments for goods and services, interest on the public debt, salaries, transfer payments to individuals, municipalities and institutions under various social programs, subsidies and grants and the acquisition or creation of fixed assets. Government assets are generally of lasting value and may tend even to appreciate over time; e.g. parkland, public works or the highway system. Their benefit to future taxpayers is not significantly different from expenditures on education or health care. For these reasons Provincial expenditures on fixed assets are treated as non-recoverable expenditures of each fiscal year. The extent to which revenue exceeds or falls short of expenditure directly decreases or increases the net debt.

"Non-Budgetary Transactions" are the lending, investment and trust administration functions which include, as distinct from expenditure, the government lending and investment activity in various crown corporations, agencies and municipalities. All of these loans and advances are repayable or represent equity holdings supported by the assets of the corporations. Net changes are reflected in the year-to-year fluctuation on the Statement of Assets and Liabilities. Also included in this category is the activity within deposit, trust and certain special purpose accounts, all of which bear directly on the Statement of Assets and Liabilities.

"Debt Transactions" are the borrowing and repayment transactions which include obligations issued to both non-public and public sources of funds and are reflected directly in the Statement of Assets and Liabilities.

The Net Debt of the Province is the excess of liabilities over revenue-producing and realizable assets. Year-to-year changes in net debt are related directly to the amount by which revenues exceed or are less than expenditures on budgetary transactions.

With respect to the financial operations of provincial crown corporations, agencies, boards and commissions, the financial statements presented in this Report reflect (i) the year-end position of the advances to or the investments in these entities which are made from the Consolidated Revenue Fund and (ii) the extent to which their operations have been financed from or have contributed to the Fund for the year.

PROVINCE OF ONTARIO

STATEMENT OF CONSOLIDATED REVENUE FUND

Year ended March 31

	1974		1973	
	(\$ millions)		(\$ millions)	
opening balance				
Cash and temporary investments . . . .	953		668	
Ontario debentures held as investments	28	981	24	692
budgetary transactions				
Revenue . . . . .	6,922		6,115	
Expenditure . . . . .	7,302		6,481	
Budgetary deficit . . . . .		(380)		(366)
non-budgetary transactions				
Receipts and credits . . . . .	380		315	
Disbursements and charges . . . . .	931		842	
Non-budgetary deficit . . . . .		(551)		(527)
net cash requirements		(931)		(893)
debt transactions				
Proceeds of loans . . . . .	1,196		1,295	
Repayments of loans . . . . .	264		113	
		932		1,182
closing balance				
Cash and temporary investments . . . .	933		953	
Ontario debentures held as investments	49	982	28	981

## BUDGETARY TRANSACTIONS

Year ended March 31

### revenue

#### taxation

Retail sales tax . . . . .	1,315	19.0
Personal income tax . . . . .	1,236	17.9
Corporation income tax . . . . .	564	8.2
Gasoline tax . . . . .	477	6.9
Tobacco tax . . . . .	100	1.4
Succession duty . . . . .	88	1.3
Capital and premium taxes . . . . .	73	1.0
Motor vehicle fuel tax . . . . .	70	1.0
Mines profits, acreage, gas . . . . .	47	
Land transfer tax . . . . .	46	
Race tracks tax . . . . .	29	
Income tax—public utilities . . . . .	13	
Provincial land tax . . . . .	2	
Security transfer tax . . . . .	1	
Share of federal estate tax . . . . .	1	
Other taxation . . . . .	5	

1974	
(\$ millions)	%
4,067	58.8

1973	
(\$ millions)	%
3,414	55

#### other revenue

Premiums—OHIP . . . . .	530	7.6
LCBO profits . . . . .	280	4.0
Vehicle registration fees . . . . .	172	2.5
Other fees and licences . . . . .	90	1.3
Fines and penalties . . . . .	37	
Sales and rentals . . . . .	32	
Royalties . . . . .	29	
Utility service charges . . . . .	20	
Miscellaneous . . . . .	28	

1,218	17.6
-------	------

1,162	19
-------	----

#### payments from the federal government . . . . .

1,267	18.3
-------	------

1,246	20
-------	----

#### interest on loans, advances and investments . . . . .

370	5.3
-----	-----

293	4
-----	---

#### total revenue . . . . .

6,922	100.0
-------	-------

6,115	100
-------	-----



## expenditure

### social development policy field

	1974		1973	
	(\$ millions)	%	(\$ millions)	%
Health . . . . .	2,161	29.6	1,974	30.5
Education . . . . .	1,410	19.3	1,316	20.3
Colleges and Universities . . . . .	809	11.1	736	11.3
Community and Social Services . . . . .	465	6.4	420	6.5
	<u>4,845</u>	<u>66.4</u>	<u>4,446</u>	<u>68.6</u>

### resources development policy field

Transportation and Communications . . . . .	684	9.4	598	9.2
Natural Resources . . . . .	159	2.2	139	2.1
Agriculture and Food . . . . .	105	1.4	97	1.5
Environment . . . . .	45		37	
Industry and Tourism . . . . .	26		23	
Labour . . . . .	12		10	
	<u>1,031</u>	<u>14.1</u>	<u>904</u>	<u>13.9</u>

### justice policy field

Solicitor General . . . . .	90	1.2	83	1.3
Correctional Services . . . . .	86	1.2	73	1.1
Attorney General . . . . .	68		60	
Consumer and Commercial Relations . . . . .	29		25	
	<u>273</u>	<u>3.7</u>	<u>241</u>	<u>3.7</u>

### general government

Treasury, Economics and Intergovernmental Affairs . . . . .	265	3.6	162	2.5
Government Services . . . . .	180	2.5	161	2.5
Revenue . . . . .	53		53	
Housing . . . . .	33		22	
Other . . . . .	19		15	
	<u>550</u>	<u>7.5</u>	<u>413</u>	<u>6.4</u>

public debt—interest . . . . .	603	8.3	477	7.4
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total expenditure . . . . .	<u>7,302</u>	<u>100.0</u>	<u>6,481</u>	<u>100.0</u>
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## NON-BUDGETARY TRANSACTIONS

Year ended March 31

### receipts and credits

	1974	1973
	( \$ millions )	
Repayment of loans, advances and investments		
The Ontario Education Capital Aid Corporation . . . . .	42	37
The Ontario Universities Capital Aid Corporation . . . . .	19	16
Ontario Hydro . . . . .	34	51
The Public Hospitals Act . . . . .	30	9
Investments in water treatment and waste control facilities . . . . .	11	4
Housing Corporation Limited . . . . .	8	1
Ontario Housing Corporation . . . . .	6	6
The Ontario Development Corporation . . . . .	8	7
The Ontario Junior Farmer Establishment Loan Corporation . . . . .	6	5
Other . . . . .	17	10
	181	146
Deposits to pension funds and deposit, trust and reserve accounts . . . . .	171	155
Province of Ontario Savings Office Deposits—net increase . . . . .	28	14
<b>total receipts and credits</b>	<b>380</b>	<b>315</b>

### disbursements and charges

Loans, advances and investments		
Ontario Hydro —General advances . . . . .	250	200
—advances for nuclear powered generating station . . . . .		24
Ontario Housing Corporation—North Pickering Community Development Project . . . . .	116	30
—other programs . . . . .	46	42
Housing Corporation Limited . . . . .	67	63
The Ontario Education Capital Aid Corporation . . . . .	87	126
The Ontario Universities Capital Aid Corporation . . . . .	77	147
Investments in water treatment and waste control facilities . . . . .	81	80
Public Hospitals . . . . .	33	31
Ontario Development Corporation . . . . .	30	15
Ontario Northland Transportation Commission . . . . .	28	
Federal-Provincial Employment Loans to Municipalities . . . . .	16	2
Tile Drainage Debenture Loans to Municipalities . . . . .	8	5
Ontario Transportation Development Corporation . . . . .	6	
Other . . . . .	11	19
	856	784
Payments from pension funds and deposit, trust and reserve accounts . . . . .	75	58
<b>total disbursements and charges</b>	<b>931</b>	<b>842</b>

DEBT TRANSACTIONS

Year ended March 31

proceeds of loans

	1974	1973
	(\$ millions)	
Non-public		
Canada Pension Plan Investment Fund	607	537
Teachers' Superannuation Fund	195	119
Ontario Municipal Employees Retirement Fund	125	91
Central Mortgage and Housing Corporation—waste control loans	18	16
Government of Canada re—		
Federal-Provincial Winter Capital Projects Fund	1	
Federal-Provincial Special Development Loans		5
Federal-Provincial Employment Loans		26
	946	794
Public		
On behalf of Ontario Hydro	250	200
For general purposes		231
Treasury Bills (net of repayments)		70
	250	501
total proceeds of loans	1,196	1,295

repayments of loans

Non-public		
Government of Canada re —		
Federal-Provincial Employment Loans	4	
Federal-Provincial Special Development Loans	1	6
Municipal Development Loan Board	4	4
	9	10
Public		
Treasury Bills	170	
For general purposes	58	57
On behalf of Ontario Hydro	27	46
	255	103
total repayments of loans	264	113

PROVINCE OF ONTARIO

**STATEMENT OF ASSETS AND LIABILITIES AS AT MARCH 31, 1974**  
(with comparative figures for 1973)

**ASSETS**

	1974	1973
	(\$ millions)	
Cash and temporary investments (note 1) . . . . .	933	953
Advances to Ontario Hydro (note 2) . . . . .	1,478	1,262
Advances and investments—crown corporations, boards and commissions (note 3) . . . . .	3,241	2,877
Investments in water treatment and waste control facilities (note 4) . . . . .	408	338
Loans to municipalities (note 4) . . . . .	181	165
Other loans and investments (note 5) . . . . .	198	188
Fixed assets (valued at \$1.00) . . . . .		
Inactive assets (Valued at \$4 million—fully reserved) . . . . .		
Total realizable assets . . . . .	6,439	5,783
Net debt . . . . .	2,902	2,522
	9,341	8,305

Approved on behalf of the Ministry of Treasury, Economics and Intergovernmental Affairs:

A. RENDALL DICK, Deputy Treasurer of Ontario and Deputy Minister of Economics and Intergovernmental Affairs.  
G. McINTYRE, F.C.A., Executive Director, Treasury Division.

LIABILITIES

	1974	1973
	(\$ millions)	
Demand deposits with the Province of Ontario Savings Office . . . . .	187	159
Pension funds (note 6) . . . . .	687	596
Deposit, trust and reserve accounts . . . . .	100	95
Advances payable (note 7) . . . . .	25	24
Treasury bills . . . . .	90	260
Notes payable (note 8) . . . . .	24	26
Debentures (Net of Ontario debentures held as investments: 1974— \$49 million; 1973— \$28 million) (note 9) . . . . .	8,228	7,145
	<u>9,341</u>	<u>8,305</u>
Contingent liabilities (note 10) . . . . .	3,330	3,030

## NOTES TO THE FINANCIAL STATEMENTS

(All figures in millions of dollars)

### note 1. cash and temporary investments

Time deposits . . . . .	\$1,123
Temporary investments . . . . .	168
Bank balances . . . . .	(358)
	\$ 933

Time deposits are obligations of Canadian chartered banks primarily payable in Canadian dollars at their maturity. However at March 31, 1974, unhedged U.S. dollar time deposits had a Canadian dollar cost value of \$220 million and a Canadian dollar equivalent of \$199 million based on the rate of exchange on that date. Temporary investments are recorded at cost and had a market value of \$162 million at March 31, 1974. Bank balances includes an amount of \$310 million representing cheques issued during April 1974 to record payments pertaining to the 1973-74 fiscal year.

### note 2. advances to ontario hydro

Secured by bonds . . . . .	\$1,382
Unsecured . . . . .	96
	\$1,478

### note 3. advances and investments—crown corporations, boards and commissions

The Ontario Universities Capital Aid Corporation . . . . .	\$1,179
The Ontario Education Capital Aid Corporation . . . . .	1,146
Housing Corporation Limited . . . . .	263
Ontario Housing Corporation:	
North Pickering Community Development Project . . . . .	147
Other programs . . . . .	231
Ontario Student Housing Corporation . . . . .	9
Ontario Development Corporation and Northern Ontario Development Corporation . . . . .	78
The Ontario Junior Farmer Establishment Loan Corporation . . . . .	74
Ontario Northland Transportation Commission . . . . .	58
The Ontario Municipal Improvement Corporation . . . . .	27
Investment in the Liquor Control Board of Ontario . . . . .	25
Ontario Place Corporation . . . . .	4
	\$3,241

Based on latest financial information the Province has an additional interest of approximately \$45 million in unrecorded equity in these Crown Corporations, boards and commissions.

### note 4. investments in water treatment and waste control facilities

The Ministry of the Environment lets extensive contracts for the building of water and sewage systems to serve municipalities. Under the agreements with individual municipalities the costs of construction and operation of the facilities are fully recoverable over the period of years provided in the agreements with the municipalities. In 1973, \$32 million of the investment in these projects was reported under "Loans to municipalities". In 1974 the entire investment in these projects is reported as "Investments in water treatment and waste control facilities". The 1973 comparative figures on the Statement of Assets and Liabilities have been adjusted to reflect the change.

### note 5. other loans and investments

Loans to hospitals . . . . .	\$ 176
Miscellaneous . . . . .	16
Ontario Transportation Development Corporation . . . . .	6
	\$ 198



## note 6. pension funds

Public Service Superannuation Fund . . . . .	\$ 685
Legislative Assembly Retirement Allowances Account . . . . .	2
	<u>\$ 687</u>

Based on actuarial studies dated December 31, 1970, the Public Service Superannuation Fund has unfunded liabilities as follows at March 31, 1974:

1. An initial unfunded liability of \$82 million, upon which interest is credited annually to the Fund.
2. An experience deficiency of \$35 million, upon which contributions in the amount of \$26 million, had been made as of March 31, 1974.

## note 7. advances payable

The Central Mortgage and Housing Corporation advances funds to the Province on an interim basis for a portion of the cost of waste control projects under construction. When a project is completed the advance is partially forgiven and the balance converted to a forty year serial debenture.

## note 8. notes payable

	1974
Federal-Provincial Employment Program . . . . .	\$ 23
Federal-Provincial Winter Capital Projects Fund . . . . .	1
	<u>\$ 24</u>

The Province of Ontario has received funds from the Government of Canada in connection with the above federal-provincial programs. The notes are due and payable at various dates between 1978 and 1994.

## note 9. debentures

	Public	Non-public	Total
Maturing within 1 year . . . . .	\$ 108	\$ 4	\$ 112
Maturing within 2-5 years . . . . .	254	1	255
Maturing within 6-10 years . . . . .	553	77	630
Maturing within 11-15 years . . . . .	403	1,648	2,051
Maturing within 16-20 years . . . . .	48	2,930	2,978
Maturing within 21-25 years . . . . .	592	423	1,015
Maturing within 26-30 years . . . . .	805	396	1,201
Maturing within 31-35 years . . . . .		1	1
Maturing within 36-40 years . . . . .		34	34
	<u>\$2,763</u>	<u>\$5,514</u>	<u>\$8,277</u>
Less Ontario debentures held as investments . . . . .			49
			<u>\$8,228</u>

The Province has borrowings of 332 million Deutsche Marks recorded at the Canadian dollar equivalent of \$92 million at the time of issuance. At March 31, 1974, the Canadian dollar equivalent was \$126 million.

## note 10. contingent liabilities

The Province is guarantor of certain obligations of Provincial Crown Corporations, Boards, Commissions, and Agencies as follows:

Ontario Hydro . . . . .	\$3,251
Provincial Crown Corporations . . . . .	92
Miscellaneous . . . . .	39
	<u>\$3,382</u>
Less held as investments of the Province . . . . .	52
	<u>\$3,330</u>

## TEN-YEAR REVIEW

(All figures in millions of dollars)

### results of operations

#### budgetary transactions

	1974	1973	1972	1971
revenue . . . . .	6,922	6,115	5,403	5,081
expenditure . . . . .	7,302	6,481	6,028	5,217
surplus or (deficit) . . . . .	(380)	(366)	(625)	(136)

### financial position

#### liabilities

debentures (gross outstanding) . . . . .	8,277	7,173	6,080	5,193
other liabilities . . . . .	1,113	1,160	906	602
total liabilities . . . . .	9,390	8,333	6,986	5,795

#### revenue producing and realizable assets

cash and temporary investments . . . . .	933	953	644	635
other loans, investments and realizable assets . . . . .	5,555	4,858	4,188	3,631
total assets . . . . .	6,488	5,811	4,832	4,266

net debt (liabilities minus assets) . . . . .	2,902	2,522	2,154	1,529
---	-------	-------	-------	-------

net debt as a per cent of budgetary revenue (%) . . . . .	41.9	41.2	39.9	30.1
---	------	------	------	------

net debt as a per cent of gross provincial product (%) . . . . .	5.3	6.0	5.7	4.4
--	-----	-----	-----	-----

### contingent liabilities

Ontario hydro . . . . .	3,199	2,951	2,687	2,331
other . . . . .	131	79	94	82
	3,330	3,030	2,781	2,413

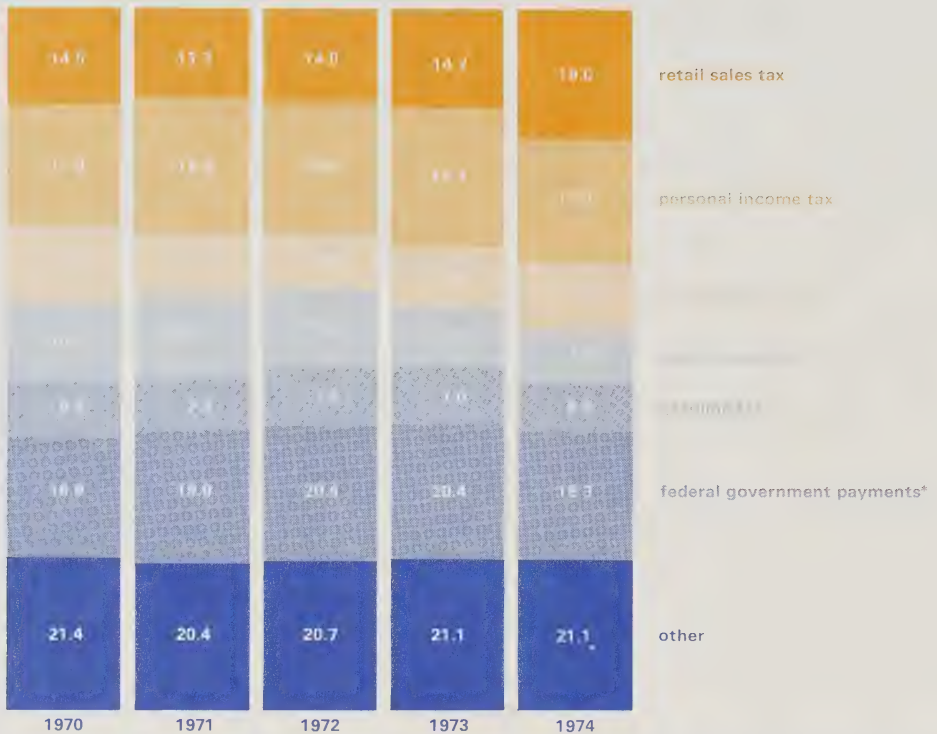
Note: The 1973 and prior amounts have been re-stated where necessary to report on a basis consistent with that used in 1974. On April 1, 1972, the operations of The Ontario Hospital Services Commission were absorbed by the Ministry of Health. Revenue and expenditures prior to 1973 have been re-stated to include gross revenues (including premium revenue and Federal contributions) and gross expenditures of hospital plans which were formerly administered by The Ontario Hospital Services Commission.

1970	1969	1968	1967	1966	1965
4,401	3,531	2,885	2,430	1,959	1,669
4,251	3,624	3,004	2,421	1,959	1,683
150	(93)	(119)	9		(14)
4,560	3,961	3,237	2,623	2,226	1,998
524	487	432	390	341	311
5,084	4,448	3,669	3,013	2,567	2,309
645	394	299	262	202	166
3,046	2,512	1,921	1,420	1,034	815
3,691	2,906	2,220	1,682	1,236	981
1,393	1,542	1,449	1,331	1,331	1,328
31.7	43.7	50.2	54.8	67.9	79.9
4.3	5.3	5.5	5.4	6.1	6.5
2,092	2,020	1,826	1,863	1,709	1,709
76	107	107	64	43	45
2,168	2,127	1,933	1,927	1,752	1,754

## REVENUE TRENDS

### major revenue sources

per cent



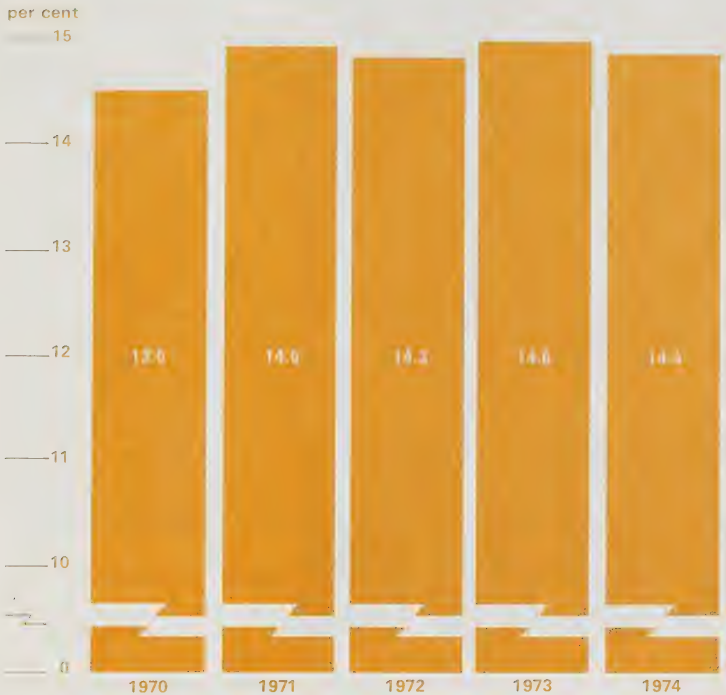
\*Health premiums and Federal Government payments have been re-stated for the years 1970, 1971 and 1972 to include revenues of The Ontario Hospital Services Commission which operations were absorbed by the Ministry of Health, April 1, 1972.

## 1973-74 revenue changes

In 1973-74 retail sales tax became the largest source of revenue to the Province. The increase in sales tax revenues is primarily due to the rate increase from 5% to 7% May 1, 1973. Each of the major revenue sources increased in absolute amount in 1973-74 (see page 6) but with the exception of corporation taxes and retail sales tax, declined as a percentage of total revenue because of the significant increase in retail sales tax.

Personal income tax which has been the major source of revenue for many years experienced a slower growth rate in 1973-74 because of the expansion of the tax credit program. Personal income tax for 1973-74 is net of \$182 million in tax credits. The addition of two new tax credits has substantially improved the incidence of provincial taxation. For 1973-74 the new credits consisted of a sales tax credit equal to 1 per cent of personal exemptions plus a pensioner tax credit of \$100 for all taxfilers 65 years of age and over. Like the property tax credit, these new credits are designed to provide maximum assistance to low-income families and individuals. The combined benefits of these credits are directly related to the ability-to-pay principle as determined by taxable income. In April 1974, further enrichments of this tax credit plan were announced in the Budget Statement.

# ontario revenue as a percentage of gross provincial product



## revenue stability

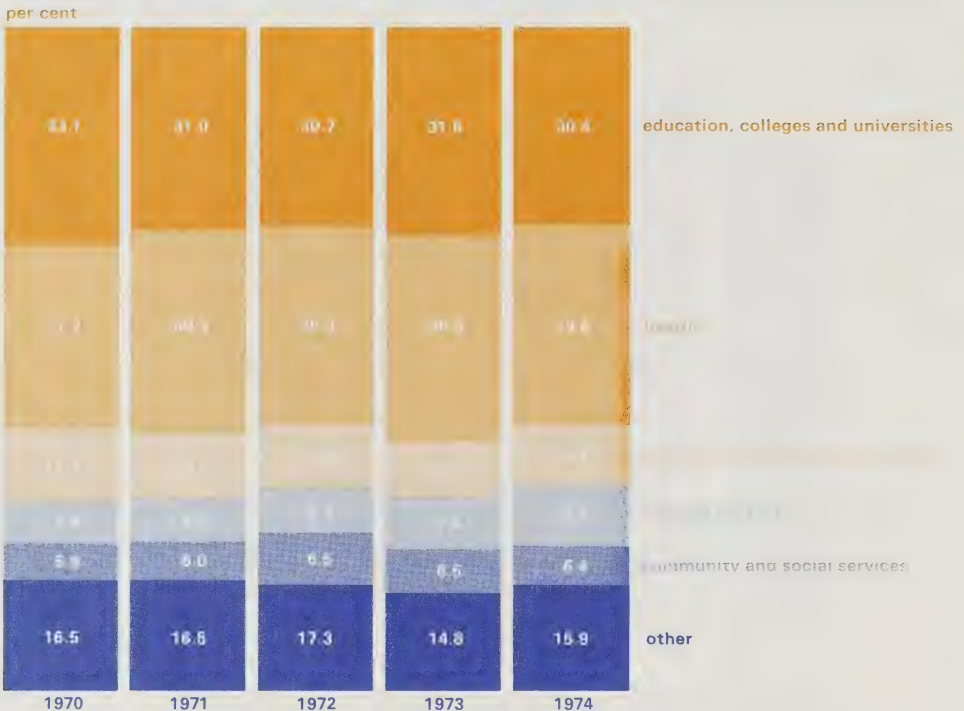
A notable feature of Ontario's revenue growth over the past few years has been its stability, when viewed in relation to Gross Provincial Product. While the components of total revenues may exhibit differential growth rates, in the aggregate revenues have increased at a rate approximately equivalent to the rate of growth of the economy.

With the addition of medical insurance financing to the public sector in October 1969, revenues as a percentage of gross provincial product moved up to 14.5% and have remained at approximately this level for four years despite a variety of conditions in the economy.



## EXPENDITURE TRENDS

### major expenditure functions



\*Health expenditures have been re-stated for the years 1970, 1971 and 1972 to include expenditures of The Ontario Hospital Services Commission which operations were absorbed by the Ministry of Health, April 1, 1972.

## control of expenditures

In the five years ending 1971, Ontario's expenditures had been increasing at a fairly strong rate to meet the demand for education facilities and improved health care delivery systems. With the major expansion and development of facilities completed by the early 1970's the Ontario Government implemented a series of measures to control the on-going growth of basic operating expenditures. In 1972 the spending ceilings for school boards were implemented and are being continued each year. With the levelling out of university enrollments, the government has limited the increase in the Basic Income Unit (which determines grants per student) to increases of 4.8, 2.0 and 3.4 per cent in the last three years. Hospital expenditures have been limited to basic rates of increase of 7.9, 5.0, and 7.6 per cent over the last three years. The combined impact of these measures is reflected in substantially decreased growth rates in health and education spending.

Because these controls have been effective, the Province has had the flexibility to meet new needs such as assistance to the local government sector. The Province has placed major emphasis on increasing its share in the financing of local spending in order to reduce local reliance on the property tax, ensure adequate provision of local services and improve delivery of priority services, such as policing, transit and sewerage. Between 1971 and 1974 Provincial assistance as a percentage of local revenue increased from 43.2 to 47.8 per cent.



# major expenditure classifications

## transfer payments

Transfer Payments are grants, subsidies and allowances paid to persons, agencies and other governmental bodies. In the past decade the Province of Ontario has taken significant steps to ensure its citizens of certain basic uniform services. This has entailed massive funding by the Province in the form of transfer payments with the result that they now constitute 71% of the Province's annual expenditure. The major transfer payments are for medical services, post-secondary education and local government which includes primary and secondary education. The Province, through control of other areas has been able to substantially increase its support of local government since 1971 thereby granting relief to the property taxpayer. Provincial support of local government now accounts for 45% of total transfer payments.



## salaries and employee benefits

The Ontario civil service of approximately 70,000 persons is involved in the delivery of a wide range of services to the citizens of Ontario (see pages 22 to 40). The increases in the salaries and employee benefits categories of expenditure have been limited for the most part to the salary awards negotiated and paid through the regular review process. New position growth of the Ontario civil service has been nominal at less than 2% in each of 1973 and 1974.

## investment in physical assets

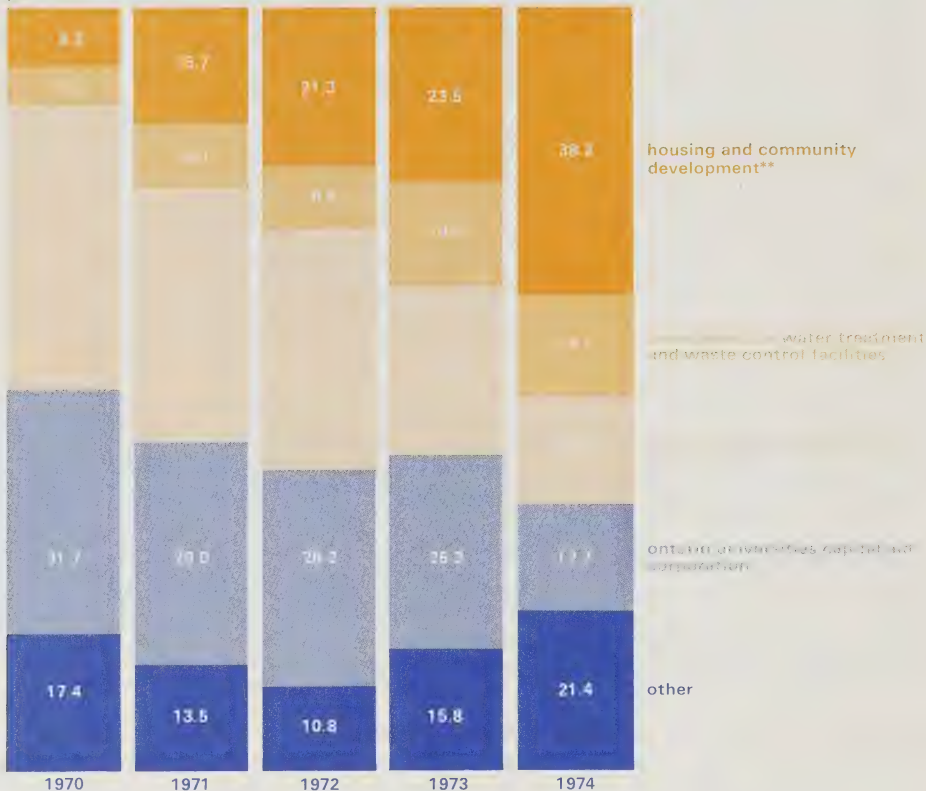
The acquisition of physical assets includes purchase of land and contract payments for buildings, highways and public works. Other direct expenditure on fixed assets is included under the salaries, wages, services and supplies categories for own account construction and all types of equipment. In addition to these expenditures the Province provides substantial sums each year to the local government sector in the form of transfer payments (grants) and loans for expenditures on physical assets. The following table shows the comparative level of expenditures on physical assets included in the Province's budgetary account (either purchased by the Province directly or financed by transfer payments from the Province) and non-budgetary account (financed by loans from the Province). In each year the amount spent on physical assets exceeded any budgetary or non-budgetary deficit incurred in such year.

	1970	1971	1972	1973	1974
	(in millions of dollars)				
Budgetary					
Direct	\$262	\$310	\$340	\$332	\$375
Transfer Payments	257	301	342	295	289
	<u>\$519</u>	<u>\$611</u>	<u>\$682</u>	<u>\$627</u>	<u>\$664</u>
Non-Budgetary					
Loans and Advances	<u>\$516</u>	<u>\$589</u>	<u>\$634</u>	<u>\$581</u>	<u>\$590</u>

## LENDING TRENDS

### major lending and investment functions\*

per cent



\*Excludes disbursements to Ontario Hydro of the proceeds of borrowings by the Province for Hydro purposes.

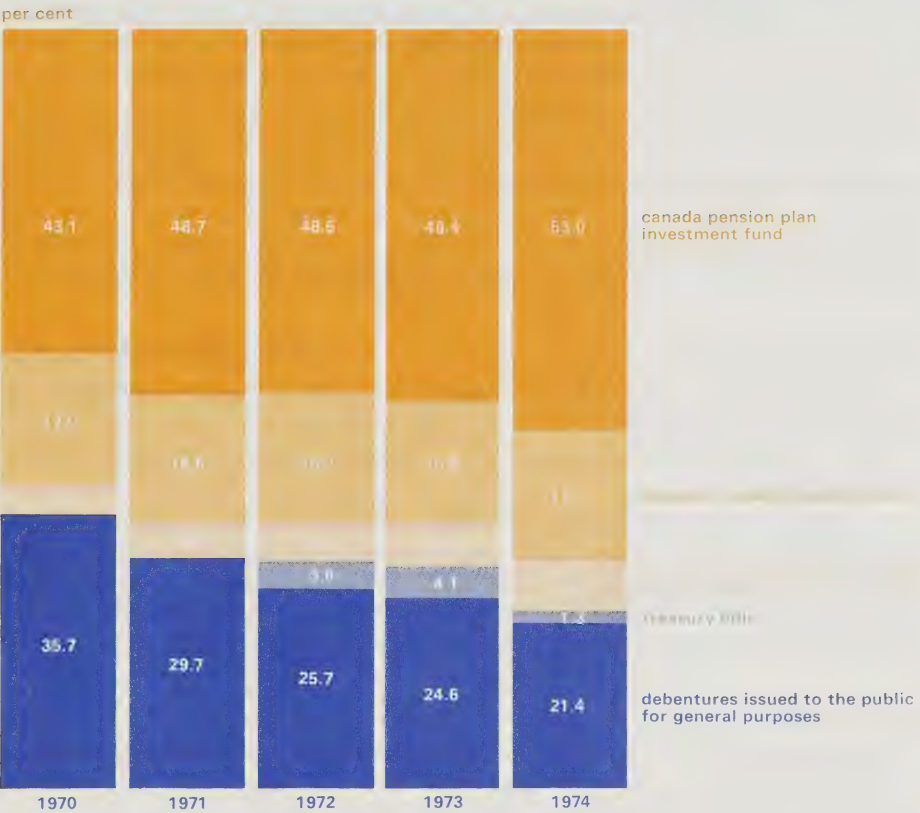
\*\*Includes Ontario (and Student) Housing Corporation, Housing Corporation Limited and North Pickering Community Development Project.

## provincial lending activity

During the late sixties and early seventies the lending priorities of the Province were primarily geared to the expansion and development of education facilities. As the growth in student enrollments levelled out, the investment in education has been scaled down which has provided scope to redeploy capital resources into other priority areas such as housing and environment.

# BORROWING TRENDS

## distribution of debt outstanding at march 31 \*



\*Excludes borrowings on behalf of Ontario Hydro.

## provincial borrowing activity

There has been a major shift in the holders of Ontario's debt over the five fiscal years ending March 31, 1974. During this period the proportion of Ontario's debt held by the public decreased from 35.7% to 21.4% of total outstanding debt which reflects the trend to greater reliance on non-public financing. Because of the climate of excessive loan demand and high interest rates which existed in the Canadian money market during fiscal 1973-74 the amount of Ontario's outstanding treasury bills was reduced by \$170 million, thus leaving room for other borrowers.

## **SUMMARY OF MINISTRY SERVICES**

(Comprehensive descriptions of the programs, activities and services of some ministries are made by their annual reports to the Legislature. Copies may be obtained from individual ministries on request. The Ministers named are those who held office at the end of the 1973-74 fiscal year.)

### **office of the lieutenant governor**

**Hon. W. Ross Macdonald, P.C., C.D., Q.C., LL.D.**

Administrative services required by His Honour the Lieutenant Governor of Ontario.

### **office of the speaker**

**Hon. A. E. Reuter**

Includes allowances to members, the production of Hansard and certain support services.

### **office of the premier**

**Hon. William G. Davis, Q.C.**

Administrative and staff services for the Premier's Office and the functions supporting the Premier as head of Government.

### **cabinet office**

This program involves the co-ordination of services provided to the Cabinet and Members of the Executive Council, to the Policy and Priorities Board, and the Policy Field and Co-ordinating Committees of Cabinet. It includes the responsibility for liaison and secretariat services required by the Cabinet's Legislation Committee. It also includes funds for Ministers Without Portfolio, the Youth Secretariat and the Regulations Committee.

### **management board**

**Hon. Eric A. Winkler**

The Secretariat serves as the staff arm of the Management Board of Cabinet which is in effect the finance and administration committee of the Executive Council. The responsibilities assigned to the Management Board Secretariat reflect the function of the Board on whose behalf it acts.

### **Programs and estimates**

Analysis and co-ordination of program proposals in the context of long term and annual planning • analysis of ministry submissions, especially the impact of proposed expenditures and administrative implications of alternative courses of action • co-ordinating the development and implementation of appropriate budget and general management systems • controlling expenditures of public money within the amount appropriated or otherwise provided for by the Legislature • monitoring program performance and ministry administration to ensure attainment of approved objectives.



### **Management policy**

Development, evaluation and co-ordination of basic management policies and techniques relating to the organization structure of ministries, and the role and relationships of agencies, boards and commissions • the acquisition and utilization of material resources and services • the utilization of computer technology and information processing • reimbursement of employees for job-related expenditures • co-ordinating and assisting with the implementation of the Committee on Government Productivity's recommendations.

### **Operational review**

Follow-up on administrative policy to ensure adherence by ministries and agencies to the intent of service-wide administrative policies • review of ministry operations to ensure that acceptable management practices are being employed • recommendations for revision or clarification of policies where appropriate.

### **civil service commission**

**Hon. Eric A. Winkler**

Administration of The Ontario Public Service Act and the recommendation of regulations thereunder • evaluation and classification of positions in the Civil Service and determination of entry qualifications • recommendation to the Government of salary ranges for those classifications which are not determined by the collective bargaining process • recruitment of qualified people and their assignment to positions • provision, assistance in or co-ordination of staff development programs throughout the Civil Service, including French language training courses for Public Servants and others • through a process of collective bargaining, mediation and arbitration, establishes levels of compensation and terms of service acceptable to those employees who are members of a recognized bargaining unit • maintains equitable grievance and appeal procedures as required by law.

### **office of provincial auditor**

**F. Norman Scott, C.A.**

Audit of receipts and disbursements of public moneys forming part of the Consolidated Revenue Fund • audit of financial statements of the Province of Ontario as set out in the Public Accounts • reporting annually to the Assembly • audit of ministry and quasi-judicial agencies where authorized in the related governing statutes.

### **government services**

**Hon. James W. Snow**

#### **Provision of accommodation**

Accommodation for Ministries and Agencies of the Ontario Government obtained by purchase, lease or construction • land surveying, land purchase, planning, design and construction of buildings • negotiation of leases • sale of land and buildings.

### **Upkeep of accommodation**

Management and improvement of buildings owned by the Ontario Government • maintenance, repairs and minor alterations • safety program.

### **Supply and services**

Supply consolidation, purchasing and assets disposal services • publication service, print procurement and duplicating • central stationery and office supplies • mail, trucking, telephone and telecommunication services • translation bureau and Citizens' Enquiry • protocol services, services to the Legislature, including accommodation services in Legislative Assembly Building • Legislative Library and press clipping service • employee benefits administration and payroll services • other payment services, cheque reconciliation and debt collection services • records management and storage • insurance and risk management • analytical and technical services pertaining to the above.

### **Management and information services**

Management consulting, systems and computer services to all Ministries and Agencies of the Ontario Government • operational and financial systems design and implementation • EDP programming services • operation of computer centres.

## **revenue**

**Hon. Arthur K. Meen**

### **Tax administration**

Administration of Ontario's principal tax statutes • corporations tax • income tax • gasoline tax • motor vehicle fuel tax • tobacco tax • succession duties • retail sales tax • land transfer tax • race tracks tax • provincial land tax.

### **Municipal assessment**

Valuation of all real property at market value • business assessments • preparation of assessment rolls and notices and carrying out annual enumerations, providing an equitable base for municipal taxation, allocation of school support and grant structures • producing preliminary voters lists and juror selection lists.

### **Guaranteed income and tax credit**

Administration and transfer payments of the Guaranteed Annual Income System providing a basic level of income security for senior citizens resident in Ontario • administration of the Ontario Tax Credit System providing property tax credits, retail sales tax credits and pensioner tax credits to Ontario residents.

### **Savings offices**

21 branches of the Province of Ontario Savings Office providing interest-earning savings deposit services to the public.



**Office of intergovernmental affairs**

Advises on Ontario's participation in Canada's external activities • monitors Ontario's relations with other governments and develops proposals for improvement of intergovernmental machinery • assesses and advises on provincial relations with municipalities and maintains contact with Municipal Liaison Committee.

**Office of economic policy**

Advises on medium- and long-term provincial socio-economic policies and strategies • monitors and forecasts economic and social developments in Ontario, Canada and elsewhere • examines short-term economic and social consequences for Ontario of programs of other governments and the private sector.

**Fiscal policy division**

Plans taxation policy and tax reform programs • plans and co-ordinates the provincial budget and monitors its performance • provides a comprehensive view of municipal fiscal operations and examines municipalities' independent financial capacities • integrates Ontario's inter-governmental fiscal relations and examines fiscal redistribution policies.

**Treasury division**

Reports operations and position of province to Legislature and public • prepares public accounts • develops and implements policies on finance, debt management and use of provincial cash resources • manages cash flow by monitoring income and expenditure • acts as custodian of government securities • co-ordinates and implements basic concepts of management control • assists with implementation of Provincial Auditor's recommendations.

**Urban and regional planning**

Develops policy recommendations on regional planning strategy and prepares comprehensive plans for the five provincial planning regions • develops proposals for local government reform and designs regional municipalities • develops provincial policies for community planning and co-ordinates planning objectives of local governments.

**Local government services**

Provides advice and assistance to officials of municipalities, local boards and commissions and the general public • administers federal, provincial and municipal loans, subsidies and grants to reduce property tax burden • supervises operations of Ministry's regional offices at Ottawa, Toronto, London, Sudbury and Thunder Bay.

### **Central statistical services**

Services include provision of information and data on 1971 census, cost-of-living index, mortgage registration, credit union activities and census of manufacturing, as well as general statistical information.

### **Ministry agencies**

The Ontario Economic Council carries out research on issues of public policy, provides independent advice to the government and promotes informed public discussion on economic affairs.

The Niagara Escarpment Commission undertakes planning activities and programs to maintain the Niagara Escarpment and the land in its vicinity substantially as a continuous natural environment and ensures that any development which occurs is compatible with that natural environment.

## **housing**

**Hon. Sidney B. Handleman**

This Ministry is charged with the responsibility of ensuring an adequate housing supply at reasonable cost within a sound planning framework, committing at the same time, the concentrated support of all other areas of government that have a direct or indirect influence on the housing sector.

### **Secretariat**

Program planning and evaluation • communications and management services co-ordination • oversees audit, legal branches, policy and program development and Housing Action Program.

### **Housing development**

Consists of two Crown Corporations, Ontario Housing Corporation and Ontario Mortgage Corporation • develops social housing for low income and ownership housing for middle income • finances moderate income dwellings • assists co-operatives and non-profit housing ventures • assembles, services and markets land.

### **Community planning**

Approves official plans, subdivisions and other planning functions • directs provincial commitment to various community renewal programs • administers North Pickering Project.

## **justice policy**

**Hon. R. S. Welch, Q.C.**

This Cabinet Committee chaired by the Provincial Secretary for Justice is responsible for the development and co-ordination of policy recommendations within the Justice Policy field.

## **attorney general**

**Hon. R. S. Welch, Q.C.**

### **The law officer of the crown**

The Attorney General exercises the duties and responsibilities of the Law Officer of the Crown as prescribed by law and usage and supervises the administration of justice in the Province. The functions of this office include the following:

#### **Crown legal services**

Advice to the Government upon all matters of law connected with legislative enactments and upon all matters of law referred to the Minister by the Government • advice to the heads of the ministries and agencies of Government upon all matters of law connected with such ministries and agencies • conduct and regulation of all litigation for and against the Crown or any ministry or agency of Government including the responsibility for the direction of prosecutions under the Criminal Code and Provincial legislation.

#### **Legislative services and research**

Drafting, reviewing, publishing and consolidating Ontario legislation • advice to the Legislature, Government ministries and agencies and the public on matters of legislation • research in the law and in the administration of justice including formulation of recommendations for remedial legislation.

#### **Administration of judicial trusts**

Administration of judicial, minors' and mentally incompetent persons' trusts • supervision of charitable financial interests • protection and preservation of reversionary interests of the Crown in right of Ontario.

#### **Administration of the courts**

Management of the civil and criminal courts of Ontario including the administration of all courts and judicial offices and the development of court rules and procedures.

#### **Legal aid and compensation to victims of crime**

Assistance in the protection of civil rights of Ontario citizens by the financing of the Legal Aid program and providing compensation for victims of crime.

#### **Administrative tribunals**

Impartial investigation services and compensation in matters of expropriation through the Land Compensation Board and the Board of Negotiation • provision of an appeal procedure for the review and administration of equity in property evaluations through the Assessment Review Court • implementation of a sound municipal development through the Ontario Municipal Board.

**Ministry administration program**

Consists of a number of activities providing administrative and support services for the operating programs (i.e. personnel, financial and administrative services), research and public information services.

**Ontario Securities Commission program**

Review and acceptance of prospectuses filed with the Commission • investigation of securities transactions, process and review of applications received for registration and the publishing of Insider Trading Reports required by The Ontario Securities Act and Regulations.

**Ontario Pension Commission program**

Preservation of pension benefit entitlements; improvement of the quality and administration of pension plans.

**Financial institutions program**

Examination of Insurance and Loan and Trust Companies, Credit Unions and Cemeteries establishing that they are capable of meeting their obligations, that those who work in the industries are knowledgeable, competent and trustworthy and that the industries concerned are operated in the best interests of the public and with full and proper disclosure.

**Motor Vehicle Accident Claims Fund**

Compensation for innocent victims of the uninsured or unidentified motorist with respect to an accident occurring in the Province of Ontario.

**Business Incorporations program**

Issuance of certificates, letters patent and supplementary letters patent effecting incorporation and amendments thereto; provision of administration, legal, applications control, name searches, engrossing and records maintenance services.

**Business Practices program**

Licensing and regulation of Itinerant Sellers, Motor Vehicle Dealers and Salesmen, Real Estate Brokers and Salesmen, Collection Agencies; operation of the Consumer Protection Bureau, administering legislation respecting pyramidal schemes and paperback and periodical distributors.

**Commercial Registration Appeal Tribunal program**

Provides for a system of appeals from the decisions of Government administrators affecting individual rights.

**Technical Standards program**

Public safety services • inspection of elevating devices • pressure vessels • safe and effective plumbing installations • examination, certification of applicants who qualify as operating

engineers • licensing the operation of elevating devices and pressure vessels • handling and use of hydrocarbons • uniform building standards and upholstered and stuffed articles.

### **Regulation of Horse Racing program**

(Administered by the Ontario Racing Commission under The Racing Commission Act.)  
Governing, direction, control and regulation of horse racing in Ontario • registration of colours, contracts, and partnerships • employment of stewards, veterinarians, judges and clerks at the tracks • payment of grants to encourage the horse racing industry in Ontario.

### **Theatres program**

Maintenance of a reasonable standard of decency in films to be exhibited.

### **Lotteries program**

Minimization of unsatisfactory practices in the operation of lotteries permitted under the Criminal Code.

### **Property Rights program**

Assurance that ownership of an encumbrance affecting real and personal property to be properly retained and readily ascertained.

### **Registrar General program**

Registration and issuance of certificates for births, marriages and deaths • statistics, issuance of licences, banns and authorization for marriages.

## **correctional services**

**Hon. R. T. Potter, M.D.**

### **Correctional program**

#### • Adults:

Custody, for prescribed periods, of persons sentenced by the courts to serve less than two years • provision of training and treatment services to persons in custody that will afford them better opportunities for successful personal and social adjustment • modification of the attitudes of persons in custody to assist them towards more law abiding behaviour in the community.

### **Services to persons in custody**

#### • Women:

“Therapeutic community” treatment • clinical services • educational services • vocational training services • library services • religious services • recreational programs • aftercare services • probation services.

#### • Men:

Educational services • vocational training services • training in good work habits • library services • religious services • recreational programs • clinical services • behavioural modifications • aftercare services • probation services.



### **Provincial adult institutions**

1 centre for women • for men: 8 correctional centres, 5 adult training centres, 1 clinic, 1 institute and 4 forestry camps • 37 jails for men and women • 3 regional detention centres.

### **Program for juveniles**

Comprehensive program to meet the needs of each child • educational programs • clinical and medical services • recreational programs • library services • religious activities • aftercare services • probation services.

### **Training schools**

10 training schools for juveniles (including 1 Roman Catholic school), 2 D.A.R.E. camps (Development through Adventure, Responsibility and Experience), 1 reception and assessment centre.

## **solicitor general**

**Hon. George Kerr, Q.C.**

The Solicitor General exercises the duties and responsibilities of the administration of law enforcement and public safety in the Province.

### **Ontario Police Commission**

Assistance in co-ordinating the work and training of police forces throughout the Province as provided for by statutes and regulations • administration of quasi-judiciary, regulatory and investigative powers throughout the Province • maintenance of a system of statistical records for research studies of criminal activities and related matters to aid law enforcement • advice to Boards of Commissioners of Police, Police Committees of Municipal Councils, other police authorities and Chiefs of Police on all matters related to policing • planning and development of integrated support services needed by police forces to combat criminal elements • operation of the Ontario Police College in Aylmer.

### **Ontario Provincial Police**

Policing and patrolling of all King's Highways including accident investigation and conduct of traffic safety education programs • general policing in those parts of Ontario where there is no municipal police force • assistance to municipal police forces with enforcement duties • specialist services in all aspects of criminal investigations, under-water search and recovery, bomb disposal, etc. • marine enforcement of Ontario's lakes and rivers • license of private investigators and security guards • central registry of licensed firearms and shooting clubs • telecommunication network between Ontario Provincial Police locations and other police agencies.

### **Ontario Police Arbitration Commission**

Bargaining/arbitration procedures under the Police Act • maintenance of a panel of part-time arbitrators • administrative matters in connection with the conduct of arbitration, research and evaluation of the effectiveness of this system and recommendations for improvement.



### **Public Safety Division**

Specialized and systemized analyses to present facts to the Province's judicial system • plans for peacetime and wartime emergencies • promotion of adequate standards for fire safety services • determination of causes of fires and review of building plans in terms of fire safety standards • provision of the coroners' system • determination of causes of death in unnatural circumstances to prevent or minimize future loss of lives • services and expertise in forensic sciences and pathology • providing designated schools of anatomy with sufficient materials for teaching.

### **resources development policy**

**Hon. Allan Grossman, C.L.U.**

This Cabinet Committee, chaired by the Provincial Secretary for Resources Development, is responsible for the development and co-ordination of policy recommendations within the Resources Development field.

### **agriculture and food**

**Hon. William A. Stewart**

#### **Consultative services**

Professional advice and technical assistance on all facets of the agriculture and food industry to producers, service industries and consumers • services to farmers on farm management and efficient production of high quality livestock and crops • inspection, regulation, technical assistance to milk producers • legislation enabling commodity marketing boards to market the full range of farm commodities • farm product inspection services ensuring quality and freshness for consumers • domestic and foreign market development for Ontario farm products; consumer education programs for maximum utilization of Ontario grown products • comprehensive insurance coverage on a wide range of crops • ARDA programs for maximum utilization of human, land and water resources • recruitment of people for the farm labour work force • training of homemakers and 4-H Club members in domestic sciences, household budgeting and community improvement • assistance to agricultural fairs, exhibitions, plowing matches and livestock shows • licensing of community livestock sales • regional veterinary laboratories • meat inspection services • animal health services • animal disease and dead animal disposal regulation • agricultural economic research and statistical services • market information on agricultural commodities.

#### **Provincial facilities**

Colleges of agricultural technology at Ridgetown, Centralia, Kemptville and New Liskeard • research stations at Vineland, Simcoe and Bradford • pesticides laboratory at Guelph • Ontario Agricultural Research Institute • veterinary laboratories at Ridgetown, Centralia, Guelph, Brighton, Kemptville and New Liskeard • major livestock research facilities at Elora and Arkell contracted to the University of Guelph.

## **Grants and loans**

Drainage, livestock, soil and crop grants and subsidies • grants to agricultural and horticultural societies and associations • farm improvement grants • loans to agricultural co-operatives.

## **environment**

**Hon. William Newman**

### **Water management**

Investigation of the qualitative and quantitative aspects of water management • enforcement of regulations under existing legislation with respect to water supplies and municipal and industrial wastes, as well as private systems • supervision of water treatment and pollution control plants and the provision of such facilities through agreement with municipalities.

### **Air and land pollution control**

Inspection and regulation of sources of air pollution in Ontario and establishment of acceptable air quality levels • control of the collection, transportation, treatment and disposal of liquid and solid wastes on land • licensing, investigative, residue monitoring and educational services related to the use of pesticides.

### **Grants**

Payments towards the cost of sewage and water facilities for certain municipalities qualifying for assistance • grants in respect of certain costs incurred in the purchase and installation of allowable pollution abatement equipment.

## **industry and tourism**

**Hon. Claude F. Bennett**

### **Industrial development**

Provision of vital data to industry planning new locations on: market research information • details of land and building costs • municipal services • energy and labour costs • incorporation and customs laws • material sources • transportation facilities • assistance to existing industry in finding new manufacturing opportunities • joint ventures • new technology • product development clinics, industrial development seminars in major centres.

### **Export development**

Assistance to Ontario companies to: export products or services by sending trade missions abroad and by bringing in foreign buyers • show their goods at selected international fairs • design awards competitions to encourage new concepts to help increase sales of Ontario products at home and abroad.

### **Tourism development**

Creation of new and expanding existing tourist facilities • counselling and technical services to tourist operators and regional tourist councils • ensuring that high standards are maintained in the fields of accommodation and tourist attractions • licensing of accommodation facilities • promotion services to "sell" Ontario • literature and travel counselling services for visitors.

## **Research**

Economic studies of principal Ontario industries • studies of major trading countries • commodity analysis of potential Ontario exports • analysis of export market opportunities • determining prime tourist markets • defining the characteristics of visitors and potential visitors • analysis of visitor reactions to determine what they are seeking in an Ontario vacation • measuring the volume and expenditure of visitors by tourist council area.

## **International trade**

Trade and industry counselling service in 16 key commercial areas of the world • information services to foreign businessmen on investment opportunities in Ontario • location of foreign agents and distributors for Ontario products.

## **Recruitment service**

Assistance to industry in recruiting skilled workers and professional people through offices in Toronto and London.

## **Grants**

Grants to regional tourist councils for the promotion and development of the tourism business.

## **Ontario Development Corporation**

A comprehensive program of financial services to qualified companies wishing to locate new manufacturing plants or expand existing operations in Ontario • financial assistance program for pollution control • financial assistance to tourist industry • lease-back and rental arrangements • consultative services to small businesses • operation of Centralia Industrial Park and Cobourg Industrial Park.

## **Sheridan Park Corporation**

Development and sale of land for research facilities in the 350-acre Sheridan Park Research Community.

## **Ontario Place Corporation**

Development and operation of a provincial exhibit and recreational centre.

## **labour**

**Hon. Fern Guindon**

### **Industrial relations**

Services to promote harmonious labour-management relations • enforcement and provision of rulings on bargaining rights and unfair practices • mediation and arbitration services on contractual disputes • construction industry review panel.

### **Safety**

Occupational safety services • construction and logging sites and commercial and industrial premises • approval of drawings of new or modified plants, shops and office buildings.

### **Workmen's compensation**

Compensation and pension benefits to injured workmen and their dependants • vocational and medical rehabilitation • safety education services.

### **Human rights**

The Ontario Human Rights Commission provides protection to persons against discrimination in employment, housing and public accommodation • community problem solving in areas where inter-group and human rights problems exist.

### **Employment services**

Enforcement of employment standards to protect the workforce from undesirable employment practices • hours of work • vacations with pay • minimum wages • overtime and vacation pay • equal pay for equal work • notice of termination • maternity leave • industrial standards • fair wages on government contracts.

Employment adjustment services assist in coping with the employment effects of change such as mass layoffs.

### **Women's programs**

Career counselling advisory services • vocational information for school girls through Women's Bureau.

Promotion of equal employment opportunity in government through the Women Crown Employees Office.

## **natural resources**

**Hon. Leo Bernier**

### **Land management**

The development of comprehensive planning programs for all uses of Crown lands and waters • land capability inventory for long-range planning and participation and co-ordination with regional development planning.

Environmental protection of provincial forest lands and, by agreement, municipal and other private forest lands are protected against damage by fire, insects and disease • protection of life and property from forest fires • waste disposal areas.

Retention and disposal of Crown lands through the development and implementation of land use plans • conducting and restoration of Crown surveys • land acquisition for public use • management of water resources • water regulation • provision of assistance to conservation authorities.

### **Outdoor recreation**

Provincial parks where needed • development and maintenance of numerous water access points, canoe routes and hiking trails • nature reserves and wilderness areas • management of the fish and wildlife resources to provide recreation on a day-use and extended-use basis • control measures to permit a full harvest of these wildlife and fish • hunter safety training and examinations.

### **Resource products**

Administration of the disposal of mining lands including the licensing of prospectors, claim recording administration and judicial services on Crown land • analytical and mineralogical laboratory services.

Geological reconnaissance surveys of selected areas of the Province by planes and helicopters and detailed ground surveys, geophysical, geochemical and geological mapping services • studies in mineral economy.

Inspection of oil and gas wells and mines for health and safety hazards • inspection and safety-testing of mining equipment and cables.

Timber resources management for optimum sustained yield of forest products including timber, wildlife, recreation and aesthetics • the production and planting of trees • inventorying and planned management of forests • advice, management assistance and financial aid to owners of woodlands • logger safety program.

Services to the commercial fishing and fur industries.

## **transportation and communications**

**Hon. John R. Rhodes**

In general terms, the Ministry is responsible for planning, construction and maintenance of an integrated and balanced transportation system within the Province. This includes all modes: roads, the GO Transit rail and bus network, intermediate capacity transit system, air services and airport facilities, ferry services, pipelines and various electronic communications. It is also responsible for the licensing and control of all drivers and vehicles in the Province.

### **Planning and programming**

Analysis, evaluation and justification of surface transportation projects • definition of project priorities in relation to available funds • highway construction • experimental projects for transit development • research into various modes of transportation • environmental and ecological planning • accident experience and causes on freeways and other types of highways.

### **Air services and airports**

Operation of norOntair, a STOL demonstration project in Northeastern Ontario • financial assistance to municipalities, corporations and individuals for establishment, extension and improvement of airport facilities • intra-provincial air transport studies • appeal services.



### **Rail transportation**

Operation and administration of the Ontario Northland Railway and associated bus and truck freight transport systems under the auspices of the Ontario Northland Transportation Commission • other services include operation of a cruise ship, the Tobermory-South Baymouth ferry service, a restaurant and hotel, and a communications network in Northern Ontario.

### **Lakes and seaways**

Collection and analysis of data relating to Great Lakes ports and seaways • economic and technical studies • appeal services.

### **Communications**

A telecommunications policy to fully represent the interests of Ontario's citizens in any matters associated with radio and television broadcasting • educational television • special purpose video • data transmission systems • telephone and telegraph services • the use of communications satellites.

### **energy**

**Hon. W. Darcy McKeough**

Reviews energy matters on a continuing basis • advises the Government on matters of policy • co-ordinates the energy-related activities of the Government • provides policy direction to Ontario Hydro and technical support to the Ontario Energy Board • the Ontario Energy Board, following public hearings, approves and fixes rates for the sale, transmission, distribution and storage of natural gas • reports on proposed increases in electric power rates • grants leave to expropriate land and construct pipelines • approves municipal gas franchise agreements.

### **social development policy**

**Hon. Margaret Birch**

This Cabinet Committee, chaired by the Provincial Secretary for Social Development, is responsible for the development and coordination of policy recommendations within the Social Development Policy Field.

### **colleges and universities**

**Hon. J. A. C. Auld**

#### **Grants**

Grants to provincially-assisted universities and colleges for operating purposes and debenture repayments • grants to church-related institutions for operating purposes • grants to compensate for municipal taxation • loans to provincially-assisted universities through the Ontario Universities Capital Aid Corporation (which purchases debentures from the Universities) to finance construction of physical facilities • grants to university students through the Ontario Student Awards Program, Ontario Graduate Fellowships and other programs • grants to cultural institutions for operating purposes • grants for Training in Business and Industry • grants for Management Development Program • grants for manpower retraining.



### **Special studies**

Enrolment forecasting • research on space utilization and space management for the universities • publication of HORIZONS and FUTURES, guides to educational opportunities in Ontario beyond the secondary school level • studies involving assessment of the operating grant formula • studies concerning capital formula allocations • research into trends and developments in higher education • studies of new approaches to student aid • studies involving manpower retraining.

### **Provincially-assisted universities and colleges**

Brock University • Carleton University • University of Guelph • Lakehead University • Laurentian University • McMaster University • Ontario College of Art • University of Ottawa • Queen's University • University of Toronto • Trent University • University of Waterloo • Wilfred Laurier University • University of Western Ontario • University of Windsor • York University • Ontario Institute for Studies in Education • Ryerson Polytechnical Institute.

### **Colleges of applied arts and technology**

Algonquin College • Cambrian College • Canadore College • Centennial College • Conestoga College • Confederation College • Durham College • Fanshawe College • George Brown College • Georgian College • Humber College • Lambton College • Loyalist College • Mohawk College • Niagara College • Northern College • St. Clair College • St. Lawrence College • Sault College • Seneca College • Sheridan College • Sir Sandford Fleming College

### **Other institutions**

Art Gallery of Ontario • Royal Botanical Gardens • Royal Ontario Museum • The Law Society of Upper Canada (Bar Admission Course) • Ontario Science Centre • Ontario Council for the Arts • Ontario Educational Communications Authority • Ontario Heritage Foundation • McMichael Canadian Collection of Art • Ontario Libraries and Local Museums • Elliot Lake Centre for Continuing Education.

## **community and social services**

**Hon. Rene Brunelle**

### **Family benefits**

Provincially administered, long-term financial assistance to persons in need who are elderly, disabled, blind, mothers or unemployed fathers with dependent children • hospital and medical insurance for eligible Old Age Security recipients • dental care for recipient families with children.

### **Municipal welfare**

Municipally administered, provincially subsidized short-term financial assistance under General Welfare Assistance Act to persons and families temporarily unable to support themselves • subsidies to Municipalities for administration costs and for purchased services of visiting homemakers and nursing services.

**Special services**

Family counselling services to help persons deal with social problems and achieve self-support

- grants to voluntary agencies offering credit/debt counselling services
- financial assessment of applicants for legal aid.

**Rehabilitation services**

Rehabilitation services for mentally, physically or emotionally handicapped persons, to develop, restore or improve their working capacity and to place them in safe, satisfying employment.

**Residential care and services for adults**

Provincial assistance in the form of capital and operating grants to Municipal and Charitable Homes for the Aged, rest homes, elderly persons centres, hostels, correctional half-way houses.

**Child welfare**

Adoption Services and Provincial assistance to Children's Aid Societies providing services for the care and protection of dependent children, and services for their families to prevent family breakdowns and, where possible, re-establish broken homes.

**Children's institutions**

Capital and operating grants to voluntary organizations providing institutional care for mentally retarded children and adults, unwed mothers, and children with emotional difficulties.

**Day nurseries**

Licensing of day nurseries and Provincial assistance to municipalities or organizations providing day nursery services.

**Citizenship**

Point of entry reception and information services for newcomers

- special programs related to integration of newcomers
- classes in English and Citizenship
- training programs and training materials.

**Community development**

Promotion of citizen participation in community affairs

- educational programs concerning decision-making models and material relating to effective citizen and community involvement
- aid to community groups and agencies through financial assistance and extensive staff consultations
- community conferences, information and advice centres.

**Indian community**

Special services to the Native people and their leaders in the management of their own affairs

- financial assistance for Indian Community projects such as communications, cultural and social, economic development and other services.

### **Youth and recreation**

Certification of recreation directors • advice and assistance to municipalities on program development, leadership training and organization development • financial assistance to Regional and Provincial recreation organizations • capital grants to communities for the establishment of community centres/recreation facilities.

### **Special community projects**

Employment opportunities for young persons in community projects and social service activities.

### **Athletics commission**

Supervision of professional and amateur boxing and wrestling in Ontario • consultation with athletic organizations and assistance to amateur sport in the form of equipment, materials, awards, rules and regulations, plans and advice.

## **education**

**Hon. Thomas L. Wells**

### **Elementary and secondary education**

Development of the aims and objectives of public education in Ontario • resource and consultative services to teachers and school boards regarding curriculum and school organization • assessment, development and publication of approved curriculum guidelines • assistance in the development and appraisal of courses of study at the local level • evaluation of textbooks and other learning materials to determine their suitability for approved programs • support and promotion of educational research activities through contractual agreements, grants-in-aid, and the block grant to the Ontario Institute for Studies in Education • workshops and summer courses for teachers for professional upgrading and improvement of teaching • operation of teachers' colleges and liaison with teacher education in universities • consultative service and financial assistance to the Ontario Educational Communications Authority • certification of teachers, principals and supervisory officers • issuance of student diplomas and certificates • consultation on special education classes for emotionally disturbed, neurologically impaired and retarded children • investigation of problems of culturally deprived children • Ministry-operated residential schools for the blind and the deaf • correspondence classes for Ontario residents out of reach of schools • staffing teachers of Hospital Schools.

### **Grants and finance**

Research into building costs, enrolment trends, school architecture • distribution of operating and construction grants from the Provincial Treasury to elementary public and separate school boards and boards of education • review of spending programs of school boards and advice regarding economy in operation.

**Ministry administration program**

Activities providing administrative and support services for the operating programs and a number of Ministry agencies.

**Promotion and protection of health**

Activities supporting and complementing medical practitioners and other private and public health agencies in the prevention and control of diseases and the care and rehabilitation of the sick • assistance to local health agencies.

**Treatment and rehabilitation program**

Activities relating to the development and management of the hospital system, providing medical and other services to the treatment and rehabilitation field • assistance to homes for special care and home care • provision of preventative, diagnostic, treatment, training and rehabilitation services for the mentally ill and retarded, including facilities established and operated by the Government as well as those operated by a local agency with financial assistance from the Ministry of Health • activities providing administration, operation and control of the Ontario Health Insurance Plan.

**Ministry agencies**

Alcoholism and Drug Addiction Research Foundation: research in alcoholism and addiction to substances other than alcohol; providing treatment and rehabilitation programs • Ontario Mental Health Foundation: research, diagnosis and treatment in mental health • Ontario Cancer Treatment and Research Foundation: diagnosis, treatment and research in cancer • Ontario Cancer Institute: operates a hospital for cancer diagnosis, treatment and research.







GOVT PUBNS

